Form 3160-3 (December 1990)

SUBMIT IN TRULICATE* (Other instructions or reverse side)

Form approved.

Budget Bureau No. 1004-0136
Expires: December 31, 1991
EASE DESIGNATION AND SERIAL NO

UNITED STATES					
DEPARTMENT OF THE INTERIOR					
THE PARTY OF THE P					

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT							U-77353 6. IF INDIAN, ALLOTTEE OR TRIBE NAME			
APPLICATION FOR PERMIT TO DRILL OR DEEPEN								_N/A		
ia. TYPE OF WORK	DRILL	\boxtimes	DEEPE	N					•	Drunkards Wash UTU-67921X
b. TYPE OF WELL OIL WELL	GAS WELL X	OTHER			SINGLE ZONE	\overline{X}	MULTIPLE ZONE			8. FARM OR LEASE NAME, WELL NO. USA 07-471
2. NAME OF OPERATOR Phillip	s Petroleur	n Compa	ny							9. API WELL NO.
3. ADDRESS AND TELEP 6825 S. 530	O W. P.O.	Box 851	Price, Utah	8450	1 (435)) 613-9	9777			Drunkards Wash Undesignated
4. LOCATION OF WELL At surface 606' F	(Report location clear NL, 1712' F	ly and in accordan WL	ce with any State requiren	nents.*)		4	386245 503497	N E		II. SEC., T., R., M., OR BLK. AND SURVEY OR AREA NE/4, NW/4, Sec. 07, T14S, R9E, SLB&M
14 DISTANCE IN MILES 8.2 mile	S AND DIRECTION S s northwest (from nearest of Price, Ut	rtown or post offi ah						1	12. COUNTY OR PARISH UTAH
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to pagest drip unit line, if any)					тот	of acres assigned his well 160 acres				
18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.				3400'				Y OR CABLE TOOLS Rotary		
21. ELEVATIONS (Show whether DF,RT,GR,etc.) 6439' GR					22	August 2001				
23.			PROPOSED CASI	NG AN	D CEMEN	ITING PF	ROGRAM			
SIZE OF HOLE	GRADE, SIZE O	F CASING	WEIGHT PER FOO		SETTING D	ЕРТН			QUAN	TITY OF CEMENT
14"	8-:	3/4" 5/8"	Conductor 24 #/ft	r	40' 340' 3390'		132 sks. G+2% S-1+1/4# per sack D-29 flocel 301 sks 50/50 poz +8% gel+2%CaCl+10%extender. 91 sks "			
7- 7/8"]	1/2	********	{	5570		hixotropic	r - 2	2	

CONFIDENTIAL

deepen, give data present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give IN ABOVE SPACE DESCREA pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any

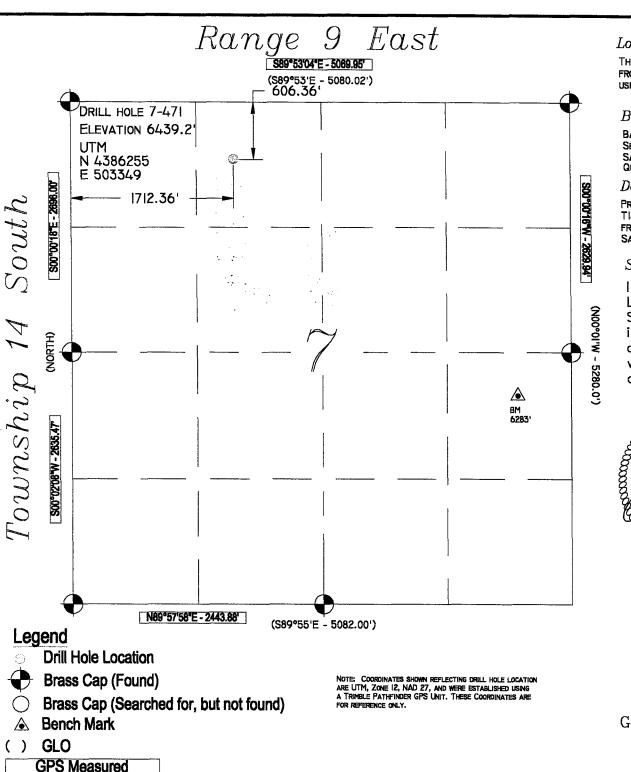
SIGNED Jan Sentruli	Permitting Specialist	DATE
(This space for Federal or State office use) PERMIT NO. 43-007-30756	APPROVAL DATE	
Application approval does not warrant or certify that the applicant h	nolds legal or equitable title to those rights in the subject lease	which would entitle the applicant to conduct operations thereon
CONDITIONS OF APPROVAD TE ANY:	DOADLEY G HILL	10 11 01

RECLAMATION SPECIALIST III

DATE 02-14-0

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency or the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Location:

THE BEARINGS INDICATED ARE PER THE RECORDED PLAT OBTAINED FROM THE U.S. LAND OFFICE. THE WELL LOCATION WAS DETERMINED USING A TRIMBLE 4700 GPS SURVEY GRADE UNIT.

Basis of Elevation:

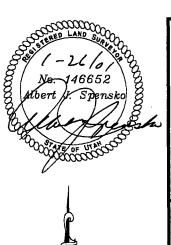
BASIS OF ELEVATION OF 6283' BEING AT THE BENCH MARK IN THE SOUTHEAST SECTION OF SECTION 7, TOWNSHIP I4 SOUTH, RANGE 9 EAST, SALT LAKE BASE AND MERIDIAN, AS SHOWN ON THE PINNACLE PEAK QUADRANGLE 7.5 MINUTE SERIES MAP.

Description of Location:

PROPOSED DRILL HOLE LOCATED IN THE NEI/4, NWI/4 OF SECTION 7, TI4S, R9E, SLB&M, BEING 606.36' SOUTH AND 1712.36' EAST FROM THE NORTHWEST SECTION CORNER OF SECTION 7, TI4S, R9E, SALT LAKE BASE & MERIDIAN.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.





0 500' 1000' (IN FEET) 1 inch = 1000 ft.



Talon Resources, Inc. 375 South Carbon Avenue, Suite 126 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

PHILLIPS PETROLEUM WELL # 07-471

Section 7, T14S, R9E, S.L.B.&M.

Carbon County, Utah

Drewn By: J. STANSFIELD	Checked By: L.W.J. / A.J.S.			
Drawing No. A — 1	Date: 01/02/01			
A/	Scale: !" = 000'			
Sheet 1 of 4	Job No. 257			



PHILLIPS PETROLEUM COMPANY

6825 South 5300 West P.O. Box 851 Price, UT 84501 TEL: (435) 613-9777 FAX: (435) 613-9782

January 23, 2001

Mr. Eric Jones Petroleum Engineer Bureau of Land Management 82 E. Dogwood Moab, Utah 84532

RE: Application for Permit to Drill USA 07-471 NE/4, NW/4 Sec. 07 T14S, R09E SLB&M, Carbon County, Utah

Dear Eric:

Enclosed is the original of the *Application for Permit to Drill* (APD) for the above named well. Included with the APD is the following information:

Exhibit "A"-Survey Plat of the Proposed Well Site;

Exhibit "B"-Proposed Locations Map with Pipeline, Power, and Road Access;

Exhibit "C"-Drilling Site Layout;

Exhibit "D"-On-site Inspection Checklist;

Exhibit "E"-Production Site Layout;

on E-Production one Bayout,

Exhibit "F"-Typical Road Cross-section;

Exhibit "G"-BOP Diagram;

Exhibit "H"-Typical Wellhead Manifold.

COPY

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This well is located more than 460' from the exterior boundary of the Drunkards Wash Federal Unit and from the boundary of any uncommitted tract within the Drunkards Wash Federal Unit and will not require administrative approval in accordance with Utah Administrative Code Rule R649-3-3.

Please accept this letter as Phillips Petroleum Company's written request for confidential treatment of all information contained in and pertaining to this permit application, if said information is eligible for such consideration.

Thank you very much for your timely consideration of this application. Please feel free to contact me if you have any questions.

Sincerely,

Jean Semborski

Permitting Specialist

cc:

Mr. Don Stephens, BLM, Price, Utah

Mr. Chuck Snure, Texaco

Tean Semborshi

Ms. Robin Adams, Dominion Resources

Ms. Lisha Cordova, DOGM

Mr. Greg Mueller, Phillips Petroleum Company

Mr. Dave Levanger, Carbon County Planning & Zoning

PPCO Well File

Bureau of Land Management Moab District Application for Permit to Drill On-Site Inspection Checklist

Company Phillips Petroleum Company

Well No. USA 07-471

Location: Sec. <u>07</u>, T <u>14</u> S, R <u>09</u>E,

Lease No. U-77353

On-Site Inspection Date: 11/20/00

All operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, the approved plan of operations and the conditions of approval. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

A. DRILLING PROGRAM

1. Surface Formation and Estimated Formation Tops:

Surface formation: Upper Mancos Shale

Estimated top of Ferron Formation: 2875' TD=3400'

2. Estimated Depth at Which Oil, Gas, Water or Other Mineral Bearing Zones are Expected to be Encountered

Formation

Depth

Expected Oil Zones: none

Expected Gas Zones: Ferron Coal Interval: 2900' -3050'

Expected Water Zones: 2900'-3050' Expected Mineral Zones: none

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and will be cased and cemented. When possible, water flow rates will be measured and samples will be taken and analyzed. All oil and gas shows will be tested to determine commercial potential.

3. <u>Pressure Control Equipment</u>- include schematics of the BOP and choke manifold, and describe testing procedures: Quick Test is contracted to test the manifold, blind rams, and B.O.P to 2000 psi. Surface casing is tested to 1 psi/ft. See attachment.

BOP systems will be consistent with API RP 53 and Onshore Oil and Gas Order No. 2. Pressure tests of the surface casing and all BOP equipment potentially subject to pressure will be conducted before drilling the surface casing shoe. Blowout preventer controls will be installed prior to drilling the surface casing shoe and will remain in use until the well is completed or abandoned. Ram preventers shall be inspected and operated each trip (no more than once a day is necessary), and annular preventers shall be inspected and operated weekly to ensure good mechanical working order. These inspections shall be recorded in the drilling log and in the daily drilling report.

4. Casing Program and Auxiliary Equipment - include casing size, weight, grade, thread and

coupling, setting depth and condition (new or acceptably reconditioned): Approximately 3390' of 5-1/2",N-80 17#/ft production casing will be installed 10% of the above setting depth will be 8-5/8", 24#/ft. J-55 surface casing.

- 5. <u>Cement-include</u> the cement type, density, yield, additives and amount used in setting each casing string. Also include the anticipated cement fill-up. If stage cementing, describe techniques: See cement design.
- 6. <u>Mud Program and Circulating Medium</u>- include mud components and weights. When air drilling, also include: length and location of blooie line; description of the auto ignitor; description of the deduster equipment; and amounts, types and characteristics of stand-by mud: Hole will be drilled with air.
- Coring, Logging and Testing Program: Bulk Density, Gamma, Neutron Density, Resistivity and Caliper logs will be run.
 Initial opening of drill stem test tools will be restricted to daylight hours.
- 8. <u>Abnormal Conditions, Bottom Hole Pressures and Potential Hazards</u>- include anticipated bottomhole pressure and/or pressure gradient: No abnormal conditions are anticipated, formation is slightly over-pressured, estimated BHP: <u>1800 PSI</u>.
- 9. Any Other Aspects of this Proposal that should be Addressed:

B. THIRTEEN POINT SURFACE USE PLAN

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

1. Existing Roads:

- a. Proposed route to location (submit a map depicting access and well location).
- b. Location of proposed well in relation to town or other reference point: <u>8.2 Miles</u> northwest of Price, Utah.
- c. Contact the Carbon County Road Department for use of county roads. The use of Carbon County roads will require an encroachment permit from the Carbon County Road Department.
- d. Plans for improvement and/or maintenance of existing roads: Upgrade and maintain existing state or county roads.
- e. Other:

2. Planned Access Roads:

- a. Location (centerline): Sec. 07, T14S, R09E 606' FNL, 1712' FWL
- b. Length of new access to be constructed: 2600'
- c. Length of existing roads to be upgraded: 0'
- d. Maximum total disturbed width: 27'
- e. Maximum travel surface width: 24'

f. Maximum grades: 6%

g. Turnouts: none

- h. Surface materials: In-place residual of Mancos Shale
- i. Drainage (crowning, ditching, culverts, etc): Roads will be crowned with water ditches on both sides. Water will be diverted around pad as necessary and <u>8-10</u> culverts will be placed along upgraded roadway.
- j. Cattleguards: none
- k. Length of new and/or existing roads which lie outside the lease boundary for which a BLM right-of-way is required: N/A
- I. Other:

Surface disturbance and vehicular travel will be limited to the approved location access road. Any additional area needed must be approved by the Area Manager in advance.

If a right-of-way is necessary, no surface disturbing activities shall take place on the subject right-of-way until the associated APD is approved. The holder will adhere to conditions of approval in the Surface Use Program of the approved APD, relevant to any right-of-way facilities.

If a right-of-way is secured, boundary adjustments in the lease or unit shall automatically amend this right-of-way to include that portion of the facility no longer contained within the lease or unit. In the event of an automatic amendment to this right-of-way grant, the prior on-lease/unit conditions of approval of this facility will not be affected even though they would now apply to facilities outside of the lease/unit as a result of a boundary adjustment. Rental fees, if appropriate shall be recalculated based on the conditions of this grant and the regulations in effect at the time of an automatic amendment.

If the well is productive, the access road will be rehabilitated or brought to Resource (Class III) Road Standards within 60 days of dismantling the rig. If upgraded, the access road must be maintained at these standards until the well is properly abandoned. If this time frame cannot be met, the Area Manager will be notified so that temporary drainage control can be installed along the access road.

- 3. <u>Location of Existing Wells</u>-on a map, show the location of all water, injection, disposal, producing and drilling wells within a one mile radius of the proposed well, and describe the status of each: See Attachment "B"
- 4. Location of Production Facilities:
 - a. On-site facilities: See Attachment "E"
 - b. Off-site facilities: none
 - c. The pipeline and power will come from the USA 07-436 well. The gas line will be approximately 4", also the water line 4". The pipelines will be approximately 2600' long.

All permanent (in place for six months or longer) structures constructed or installed (including oil well pump jacks) will be painted a flat, non-reflective color to match the standard environmental colors, as determined by the Rocky Mountain Five-State Interagency Committee. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded. Colors will be as follows: Olive Black

If a gas meter run is constructed, it will be located on lease within 500 feet of the wellhead. The gas flowline will be buried from the wellhead to the meter and will be buried downstream of the meter until it leaves the pad. Meter runs will be housed and/or fenced. The gas meter shall be calibrated prior to first sales and shall be calibrated quarterly thereafter. All gas production and measurement shall comply with the provisions of 43 CFR § 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.

If a tank battery is constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain 1 ½ times the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All oil production and measurement shall conform to the provisions of 43 CFR § 3162.7-3 and Onshore Oil and Gas Order No. 4

Production facilities on location may include a lined or unlined produced water pit as specified in NTL-2B. If water is produced from the well, an NTL-2B application must be submitted.

5. Location and Type of Water Supply:

All water needed for drilling purposes will be obtained from (describe location and/or show on a map): PRWID

A temporary water use permit for this operation will be obtained from the Utah State Engineer in Price, Utah at (435) 637-1303.

Water obtained on private land, or land administered by another agency, will require approval from the owner or agency for use of the land.

6. Source of Construction Material:

Pad construction material will be obtained from (if the source is Federally owned, show location on a map): Private Owner
The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

7. Methods of Handling Waste Disposal:

Describe the methods and locations proposed for safe containment and disposal of waste material, e.g. cuttings, produced water, garbage, sewage, chemicals, etc.

The reserve pit will be lined with (native material, bentonite, synthetic material): Pit will be lined with native material unless otherwise designated by BLM officers prior to construction.

The reserve pit will be located at the: <u>West</u> side of the location, and the pit walls will be sloped at no greater than 2 to 1.

The reserve pit shall be located in cut material, with at least 50% of the pit volume being below original ground level. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. As soon as the reserve pit has dried, all areas not needed for production will be rehabilitated.

Trash must be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations.

- 8. Ancillary Facilities: Garbage containers and portable toilets.
- 9. Well Site Layout depict the pit, rig, cut and fill, topsoil, etc. on a plat with a scale of at least 1" = 50'.

All well, whether drilling, producing, suspended, or abandoned, will be identified in accordance with 43 CFR 3162.6.

Access to the well pad will be from: East of location.

The blooie line will be located in the: West, at least 100 feet from the well head.

To minimize the amount of fugitive dust and spray escaping from the blooie pit, the following blooie line deflection method will be employed: Water injection.

10. Plans for Restoration of the Surface:

The top 6 inches of topsoil material will be removed from the location and stockpiled separately on: adjacent land.

Topsoil along the access road will be reserved in place adjacent to the road.

Immediately upon completion of drilling, all equipment that is not necessary for production shall be removed.

The reserve pit and that portion of the location not needed for production will be reclaimed.

Before any dirt work to restore the location takes place, the reserve pit must be completely dry.

Reclaimed roads will have the berms and cuts reduced and will be closed to vehicle use.

All disturbed areas will be recontoured to replicate the natural slope.

The stockpiled topsoil will be evenly distributed over the disturbed area.

Prior to reseeding, all disturbed areas, including the access roads, will be scarified and left with a rough surface.

Seed will be broadcast or drilled between Sept. and Nov., or at a time specified by the BLM. If broadcast, a harrow or some other implement will be dragged over the seeded area to assure seed coverage.

The following seed mixture will be used:

BLM recommended mixture: Pinion/Juniper

The abandonment marker will be one of the following, as specified by BLM:

- 1) At least four feet above ground level,
- 2) At restored ground level, or
- 3) Below ground level.

In any case the marker shall be inscribed with the following: operator name, lease number, well name and surveyed description (township, range, section and either quarter-quarter or footages).

Additional requirements:

- 11. Surface and Mineral Ownership: BLM surface/BLM subsurface
- 12 Other Information:
 - a. Archeological Concerns: none

The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized officer (AO). Within five (5) working days, the AO will inform the operator as to:

- Whether the materials appear eligible for the National Register of Historic Places;
- The mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and
- A time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that the required mitigation has been completed, the operator will then be allowed to resume construction.

- b. Threatened and Endangered Species Concerns: No
- c. Wildlife Seasonal Restrictions (yes/no): See EIS
- d. Off Location Geophysical Testing: N/A
- e. Drainage crossings that require additional State or Federal approval: N/A
- f. Other: N/A

13. Lessee's or Operator's Representative and Certification

Representative:

Name: Jean Semborski

Title: Permitting Specialist

Address: 6825 S. 5300 W. P.O. Box 851

Price, Utah 84501

Phone No: (435) 613-9777 Fax (435) 613-9782

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exists; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by PPCo and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under BLM bond no. ES-COHS This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

/ean Dembrilla	
Signature	
Permitting Specialist	1/25/2001
Title	Date

C. REQUIRED APPROVALS, REPORTS AND NOTIFICATIONS

Required verbal notifications are summarized in Table 1, attached.

<u>Building Location</u>- Contact the Resource Area, Natural Resource Protection Specialist at least 24 hours prior to commencing construction of location.

<u>Spud</u>- The spud date will be reported to the Resource Area Office 24 hours prior to spudding. Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted the District Office within 24 hours after spudding, regardless of whether spud was made with a dry hole digger or big rig.

<u>Daily Drilling Reports</u>- Daily drilling reports shall detail the progress and status of the well and shall be submitted to the District Office on a weekly basis.

Monthly Reports of Operations- In accordance with Onshore Oil and Gas Order No. 1, this well shall be reported on Minerals Management Service (MMS) Form 3160, "Monthly Report of Operations," starting the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with MMS.

<u>Sundry Notices</u>- There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager. "Sundry Notices and Reports on Wells: (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2. Safe drilling and operating practices must be observed.

<u>Drilling Suspensions</u>- Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Authorized Officer. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

<u>Undesirable Events</u>- Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the Resource Area in accordance with requirements of NTL-3A.

<u>Cultural Resources</u>- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Area Manager is to be notified.

<u>First Production</u>- Should the well be successfully completed for production, the Assistant District Manager, Minerals Division will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five (5) business days following the date on which the well is placed into production.

A first production conference will be scheduled as soon as the productivity of the well is apparent. This conference should be coordinated through the Resource Area Office. The Resource Area Office shall be notified prior to the first sale.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted to the District Office not later than thirty (30) days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs, core descriptions, core analysis, well test data, gelogic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings and/or samples) will be submitted when requested by the Assistant District Manager.

<u>Venting/Flaring of Gas-NTL-4A</u> allows venting/flaring of gas during the initial well evaluation period not to exceed 30 days or 50 MMcf. Venting/flaring beyond the initial test period threshold must be approved by the District Office.

Off-Lease Measurement, Storage, Commingling- Prior approval must be obtained from the Assistant District Manager for off-lease measurement, off-lease storage and/or commingling (either down-hole or at the surface).

<u>Plugging and Abandonment</u>- If the well is completed as a dry hole, plugging instructions must be obtained from the BLM, Moab District Office prior to initiating plugging operations. Table 1 of this document provides the after-hours phone numbers of personnel who are authorized to give plugging instructions.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Assistant District Manager, Minerals Divisions within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Area Manager or his representative, or the appropriate surface managing agency.

TABLE 1 NOTIFICATIONS

Notify Don Stephens of the Price Resource Area, at (435)636-3608 for the following:

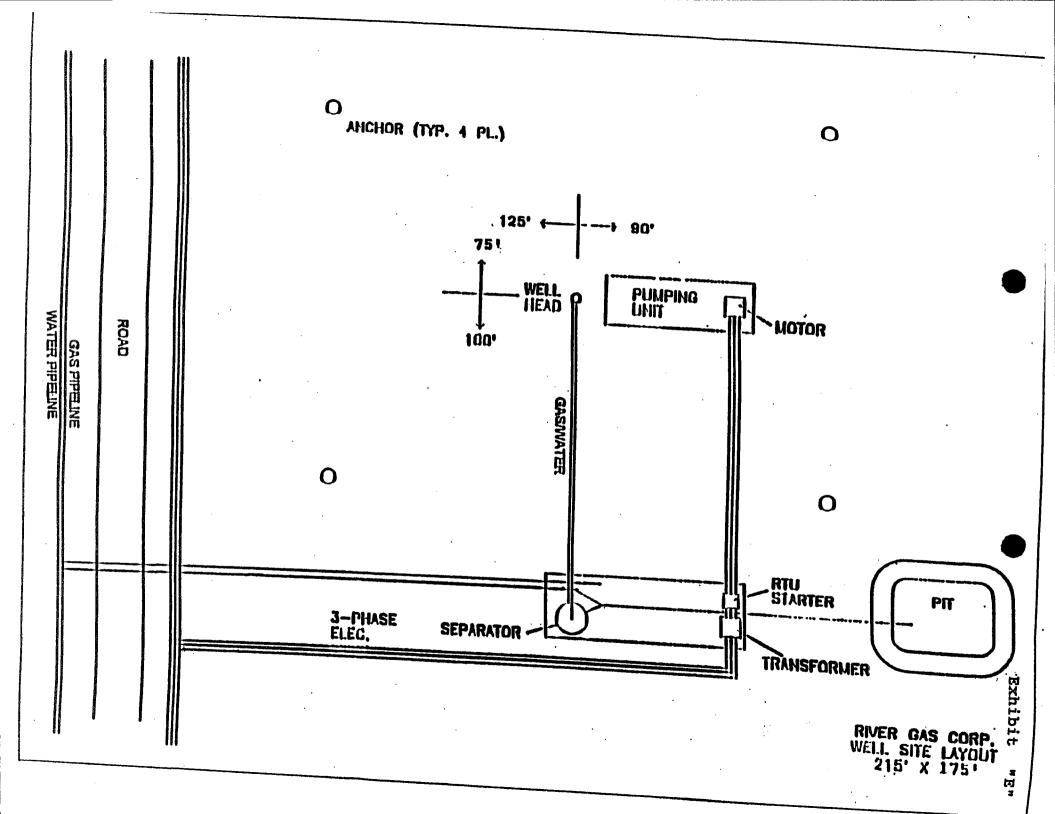
- 2 days prior to commencement of dirt work, construction or reclamation;
- I day prior to spudding;
- 50 feet prior to reaching surface and intermediate casing depths;
- 3 hours prior to testing BOPE;
- 12 hours prior to reaching kickoff point depth (if applicable).

If the person at the above number cannot be reached, notify the Moab District Office at (435) 259-6111. If unsuccessful, notify one of the people listed below.

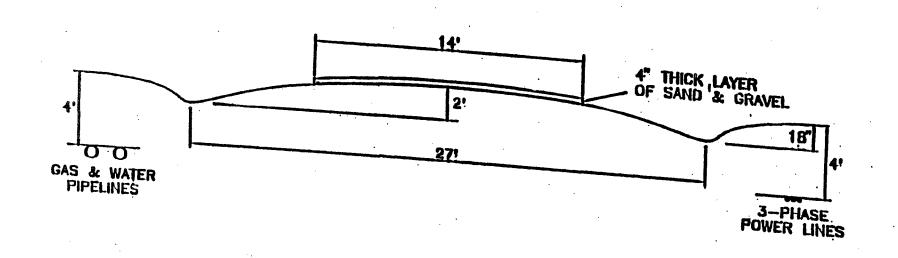
Well abandonment operations require 24 hour advance notice and prior approval. In the case of newly drilled dry holes, verbal approval can be obtained by calling the Moab District Office, Branch of Fluid Minerals at (435) 259-6111. If approval is needed after work hours, you may contact the following:

Eric Jones, Petroleum Engineer Office: (435) 259-6111

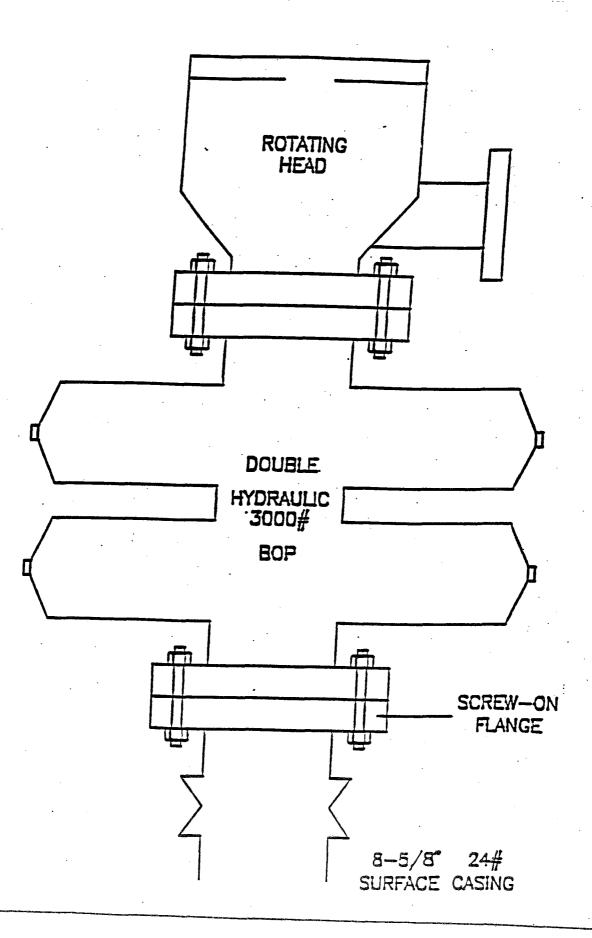
Home: (435) 259-2214



TYPICAL ROAD CROSS-SECTION

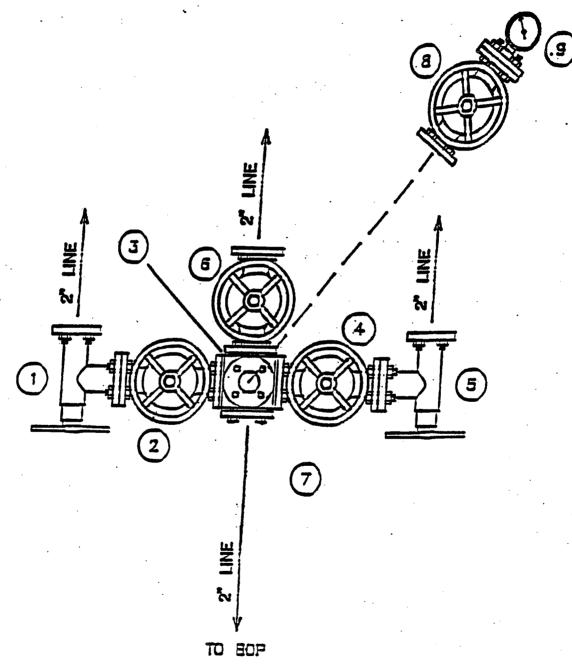


DIVERTER HEAD



) 2 5M FLANGED CHOKE) 2 5M GATE VALVE (FLANGED)) 2 5M STUDDED CROSS) 2 5M GATE VALVE (FLANGED) 2 5M FLANGED CHOKE 2 5M GATE VALVE (FLANGED) 2 LINE 2 5M GATE VALVE (FLANGED) 3000# GAUGE 5M Flanged Choke 5M Gate Valve (Flanged)

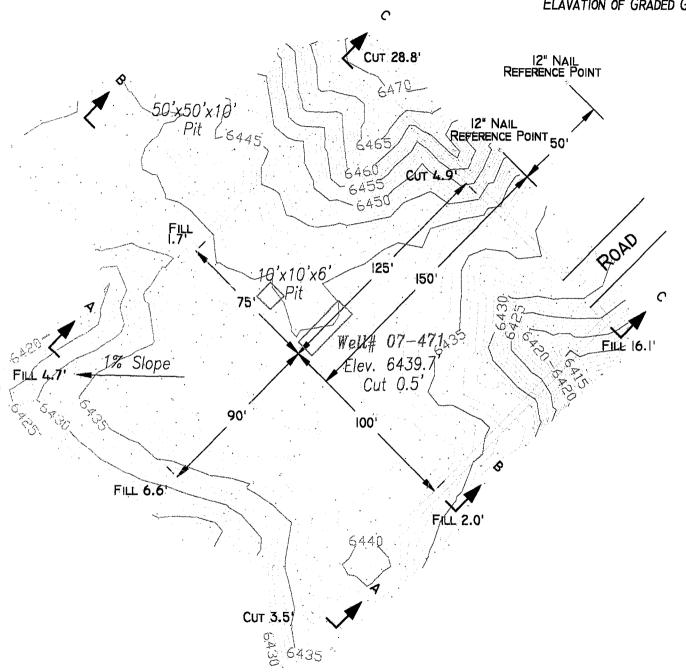
NOTE NUMBER 8 GATE VALVE SITS ON TOP OF MANIFOLD BETWEEN STUDDED CROSS AND 3000# GAUGE

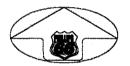


AND A NEW 2" BALL VALVE FULL OPEN 5000PSI

MANIFOLD

ELEVATION OF UNGRADED GROUND AT LOCATION STAKE = 6439.7'
ELAVATION OF GRADED GROUND AT LOCATION STAKE = 6439.2'

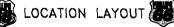


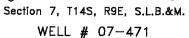




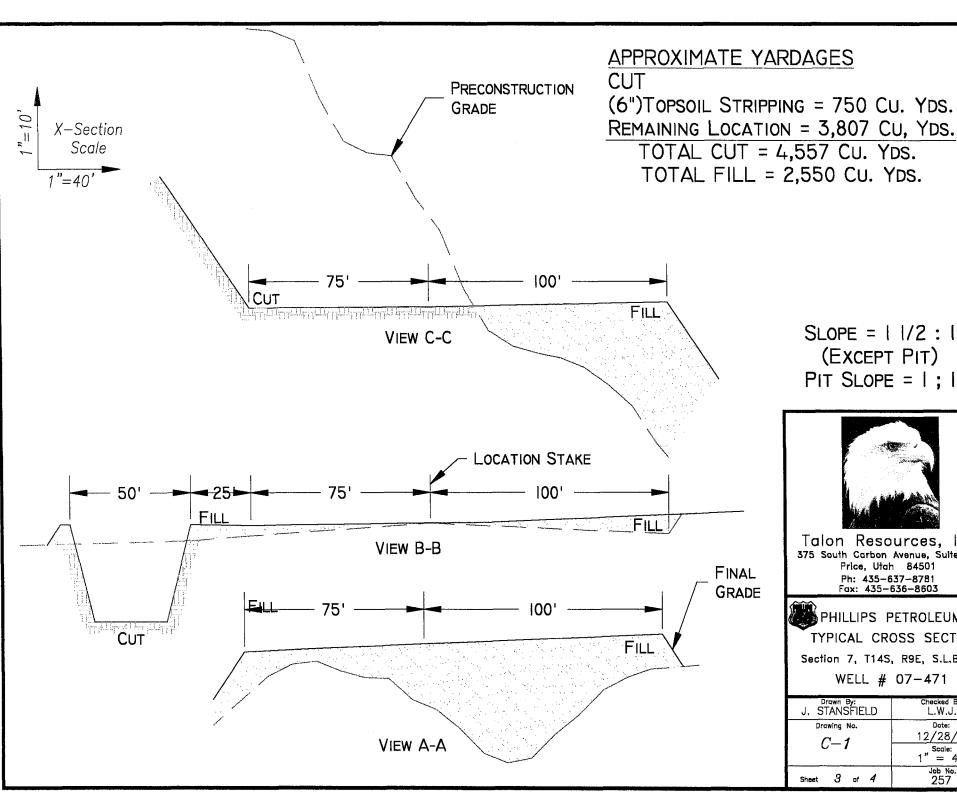
Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

PHILLIPS PETROLEUM





Drawn By: J. STANSFIELD	Checked By: L.W.J.		
Drawing No. $A-2$	Date: 12/26/00		
$A-\mathcal{L}$	1" = 50'		
Sheat 2 of 4	Job No. 257		



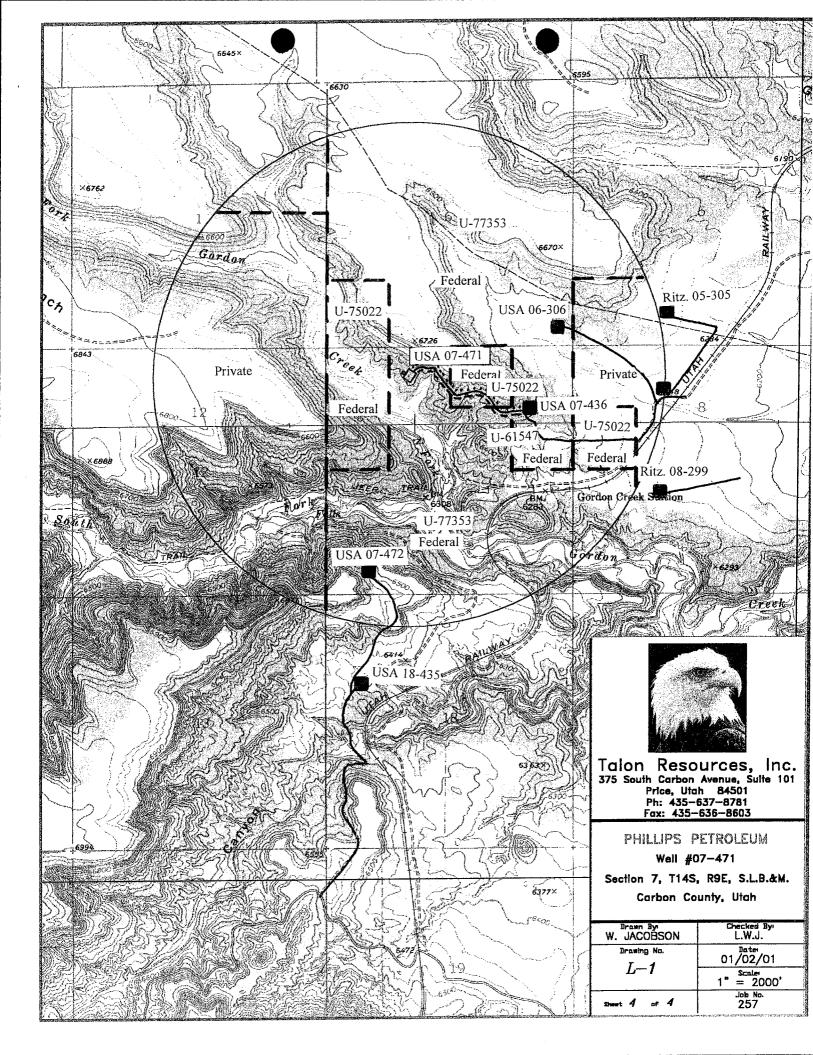
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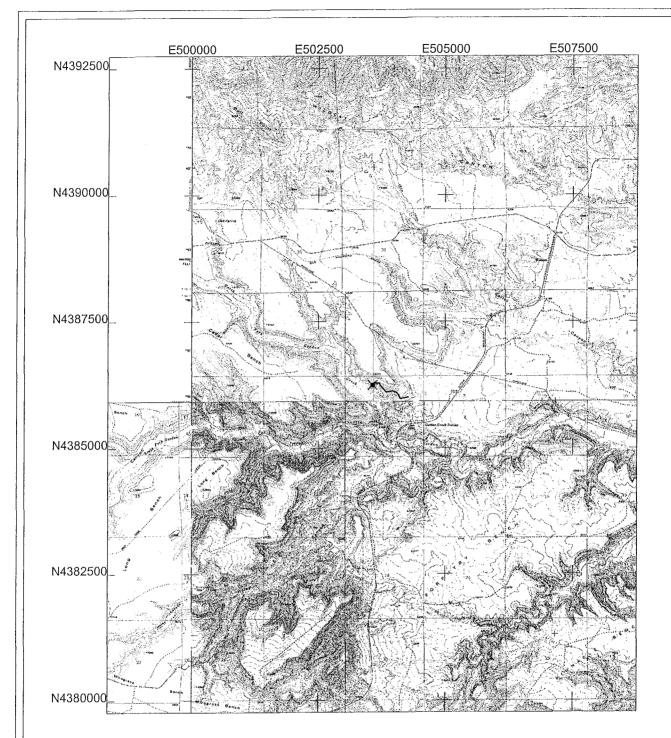


Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

PHILLIPS PETROLEUM TYPICAL CROSS SECTION Section 7, T14S, R9E, S.L.B.&M. WELL # 07-471

Drawn By: J. STANSFIELD	Checked By: L.W.J.		
Drawing No.	Date: 12/28/00		
0-7	1" = 40'		
Sheet 3 of 4	Job No. 257		

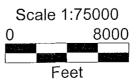




USA 7-471 Section 7, T14S, R9E

Universal Transverse Mercator 12 North NAD 1927 (Conus)

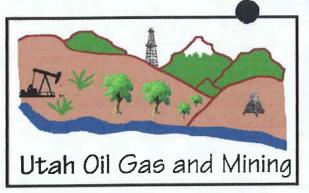




usa07-471.ssf 01/23/2001 Pathfinder Office Trimble

APPROXIMATE LAYOUT OF RIG & EQUIPMENT LIGHT PLANT LIGHT PLANT 40' PIPE TRAILER HOLE SURFACE CUTTINGS PIT FUEL TANK DOG HOUSE 20' MAIN PIT . 45' RIG BOOSTER COMPRESSOR AUX COMP. FRAC TANK

APD RECEIVED: 02/05/2001	API NO. ASSIGNE	ED: 43-007-3075	56	
WELL NAME: USA 07-471 OPERATOR: PHILLIPS PETROLEUM CO (N1475) CONTACT: JEAN SEMBORSKI	AMEND PHONE NUMBER: 43	The state of the s		
PROPOSED LOCATION: NENW 07 140S 090E	INSPECT LOCATN	BY: / /		
NENW 07 140S 090E SURFACE: 0 606 FNL 1712 FW L 1201 FAL 22L1 Fω L	Tech Review	Initials	Date	
BOTTOM: 0606 FNL 1712 FWL /20/ FAL 226/ FWL	Engineering			
CARBON UNDESIGNATED (2)	Geology			
LEASE TYPE: 1-Federal	Surface			
Plat	LOCATION AND SITI	NG: Init DRUNKARDS V	<i>N</i> ASH	
Bond: Fed[1] Ind[] Sta[] Fee[] (No. ES-0048	R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 243-2 Eff Date: 7-13-99 Siting: 4/10' fr. Unit Boundary & Uncomm. Tract R649-3-11. Directional Drill			
STIPULATIONS: FEDERAL APPROVA	A2_			



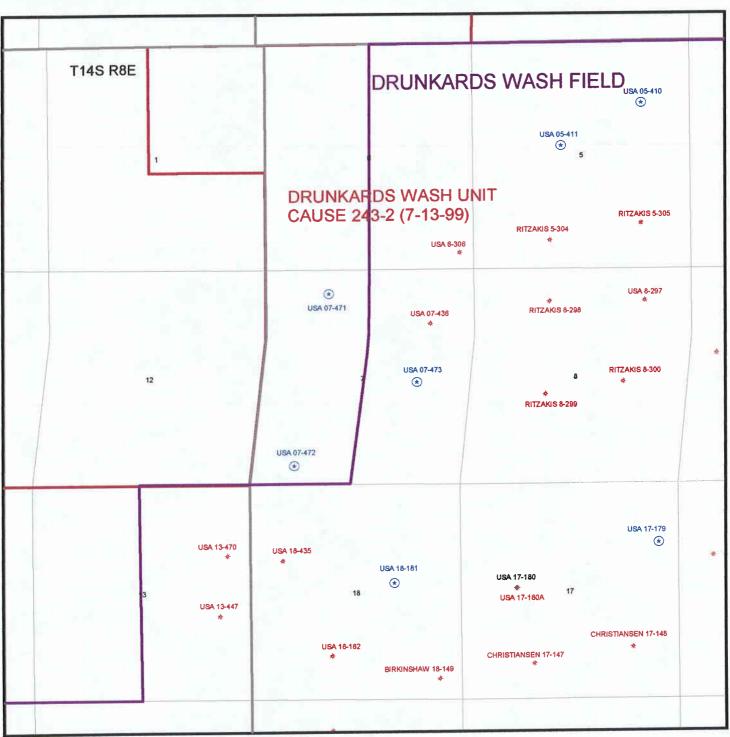
OPERATOR: COASTAL O&G CORP (N0230)

FIELD: DRUNKARDS WASH (048)

SEC. 7, T14S, R9E,

COUNTY: CARBON UNIT: DRUNKARDS WASH

CAUSE: 243-2



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

February 14, 2001

Memorandum

To: Assistant District Manager Minerals, Moab District

From: Michael Coulthard, Petroleum Engineer

Subject: 2001 Plan of Development Drunkards Wash Unit,

Carbon County, Utah.

Pursuant to email between Lisha Cordova, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management. The following well is planned for calendar year 2001 within the Drunkards Wash, Carbon County, Utah.

Api Number Well Location

(Ferron)
43-007-30756 USA 07-471 Sec. 7, T14S, R9E 0606 FNL 1712 FWL
43-007-30759 USA 07-472 Sec. 7, T14S, R9E 0444 FSL 0868 FWL
43-007-30760 USA 07-473 Sec. 7, T14S, R9E 2470 FSL 1212 FEL

This office has no objection to permitting the well at this time.

/s/ Michael L. Coulthard

bcc: File - Drunkards Wash Unit
 Division of Oil Gas and Mining
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:2-14-1



State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

Ou;

February 14, 2001

Hei

Phillips Petroleum Company PO Box 851 Price, UT 84501

Re:

USA 07-471 Well, 606' FNL, 1712' FWL, NE NW, Sec. 7, T. 14 South, R. 9 East,

Carbon County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-007-30756.

Sincerely,

for Joh

John R. Baza

er

Enclosures

cc:

Carbon County Assessor

Bureau of Land Management, Moab District Office

Operator:		Phillips Petroleum Company				
Well Name & Number_		USA 07-471				
API Number:		43-007-30756				
Lease:		U-77353				
Location: <u>NE NW</u>	Sec. 7	T. 14 South	R. 9 East			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

		,
Lease Designation a	and Serial	No.
TT 77252		

SUNDRY NOTICES A Do not use this form for proposals to dril Use "APPLICATION FOI	ir.	6. If Indian, Allottee or Tribe Name N/A		
SUBMIT		7. If Unit or CA, Agreement Designation Drunkards Wash UTU-67921		
1. Type of Well Oil Gas Other 2. Name of Operator Phillips Petroleum Cor 3. Address and Telephone No. 6825 S. 5300 W. P.O. Box 85 4. Location of Well (Footage, Sec.,T., R:, M., or Survey) 1201' FNL, 2261' FWL NE/4, NW/4, Sec. 07, T14S, R09E,	17 1	8. Well Name and No. USA 07-471 9. API Well No. 43-007-30756 10. Field and Pool, or Exploratory Area Drunkards Wash 11. County or Parish, State Carbon County, Utah		
12. CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE,	REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION	TY	PE OF ACT	ION	
Notice of Intent Subsequent Report Final Abandonment Notice	о П П П С	Thange of Plans Iew Construction Ion-Routine Fracturing Vater Shut-Off onversion to Injection ispose Water		
13. Describe Proposed or Completed Operations (Clearly directionally drilled, give subsurface locations and measurements of Phillips Petroleum Company has rel	ared and true vertical depths for all markers and zones	pertinent to the	his work.)*	
- runnos reiroieum Combany has fei	ocated the brodosed location for the	USA U/	-4/1 uuc to archaeologicai	

concerns. The previously submitted location was 606' FNL, 1712' FWL.

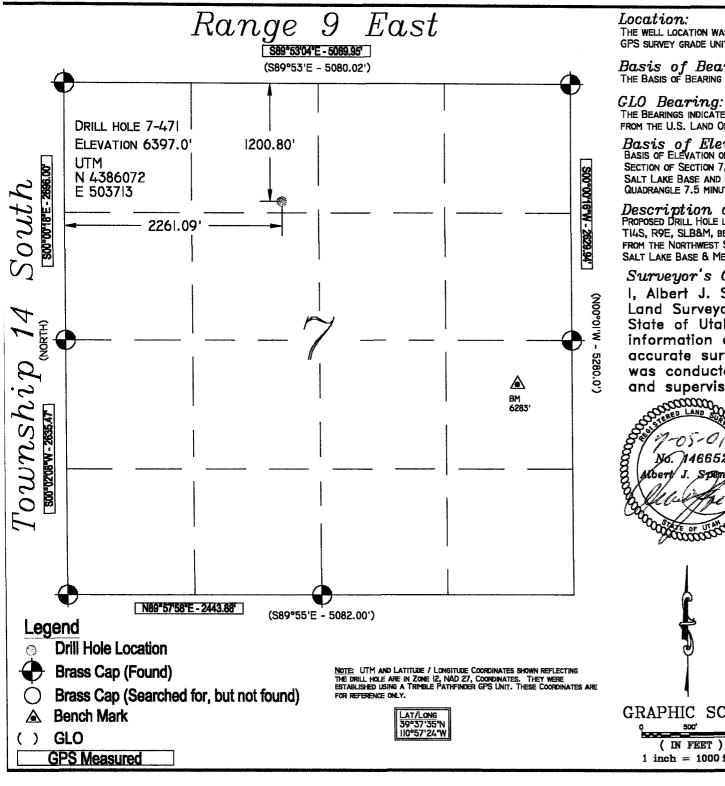
CONFIDENTIAL

APPROVED BY THE STATE OF UTAH DIVISION OF OIL, GAS, AND MINING DATÉ:

Federal Approval of this Action is Necessary

Signed Jean Jernfordin	Title Permit Analyst	Date 7/5/01	-
(This space for Federal or State office use)			
Approved by Conditions of approval, if any:	Title	Date	
	Title	Date	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Location:

THE WELL LOCATION WAS DETERMINED USING A TRIMBLE 4700 GPS SURVEY GRADE UNIT.

Basis of Bearing: The Basis of Bearing is GPS Measured.

THE BEARINGS INDICATED ARE PER THE RECORDED PLAT OBTAINED FROM THE U.S. LAND OFFICE.

Basis of Elevation:
Basis of Elevation of 6283' being at the Bench Mark in the Southeast SECTION OF SECTION 7, TOWNSHIP 14 SOUTH, RANGE 9 EAST, SALT LAKE BASE AND MERIDIAN, AS SHOWN ON THE PINNACLE PEAK QUADRANGLE 7.5 MINUTE SERIES MAP.

Description of Location: Proposed Drill Hole Located in the NEI/4, NWI/4 of Section 7, TI4S, R9E, SLB&M, BEING 1200.80' SOUTH AND 2261.09' EAST FROM THE NORTHWEST SECTION CORNER OF SECTION 7, TI4S, R9E, SALT LAKE BASE & MERIDIAN.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.





Talon Resources, Inc. 375 South Carbon Avenue, Suite 126 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

> PHILLIPS PETROLEUM WELL # 07-471

Section 7, T14S, R9E, S.L.B.&M. Carbon County, Utah

Drawn By: J. STANSFIELD Checked By: L.W.J. / A.J.S. Drawing No. Date: 07/03/01 A-1I" = 1000' Jab No. Sheet 1 at 4 372



GRAPHIC SCALE

(IN FEET) 1 inch = 1000 ft.



PHILLIPS PETROLEUM COMPANY

6825 South 5300 West
P.O. Box 851
Price, UT 84501
TEL: (435) 613-9777 FAX: (435) 613-9782

July 5, 2001

Ms Lisha Cordova State of Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 SLC, Utah 84114-5801

RE: Application for Permit to Drill-USA 07-471, NE/4 NW/4 Sec.07 T14S, R09E, SLB & M, Carbon County, Utah

Dear Ms. Cordova:

Enclosed is a sundry for the USA 07-471 APD which was previously submitted to your office.

This proposed well is located more than 460' from the boundary of the Unit Area and from the boundary of any uncommitted tract within the Unit Area and will not require the administrative approval in accordance with Utah Administrative Code Rule R649-3-3.

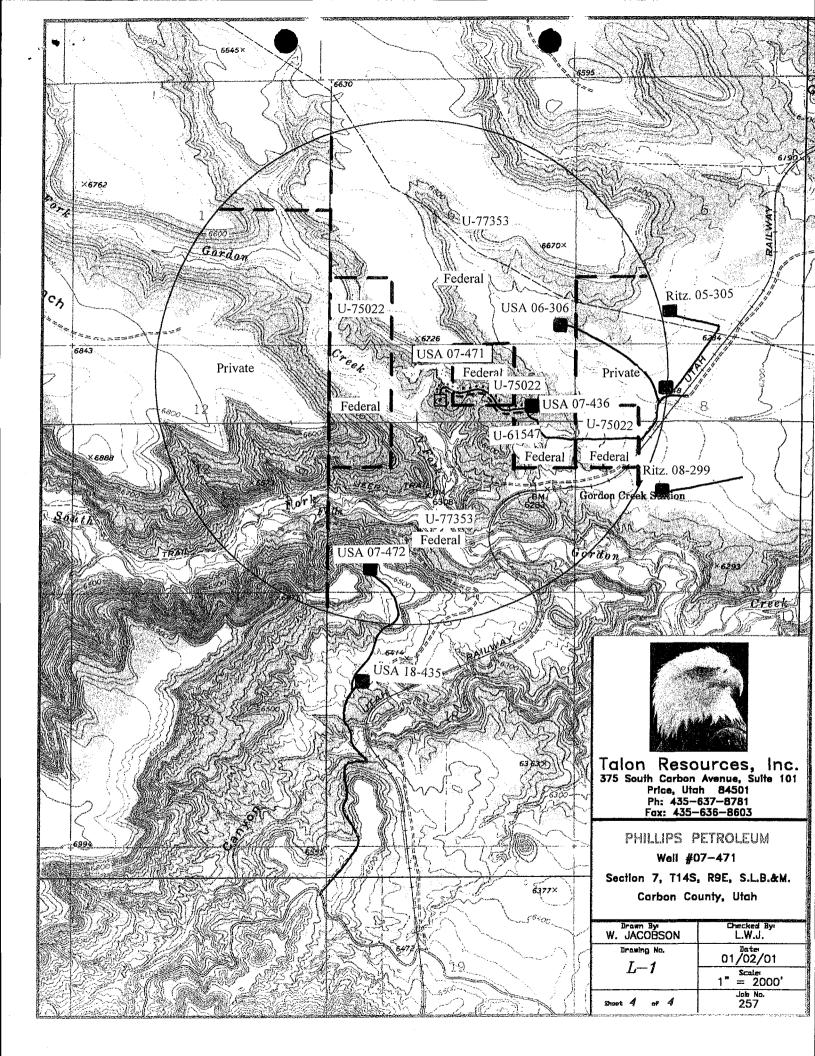
Please accept this letter as Phillips Petroleum Company's written request for confidential treatment of all information contained in and pertaining to this permit application, if said information is eligible for such consideration.

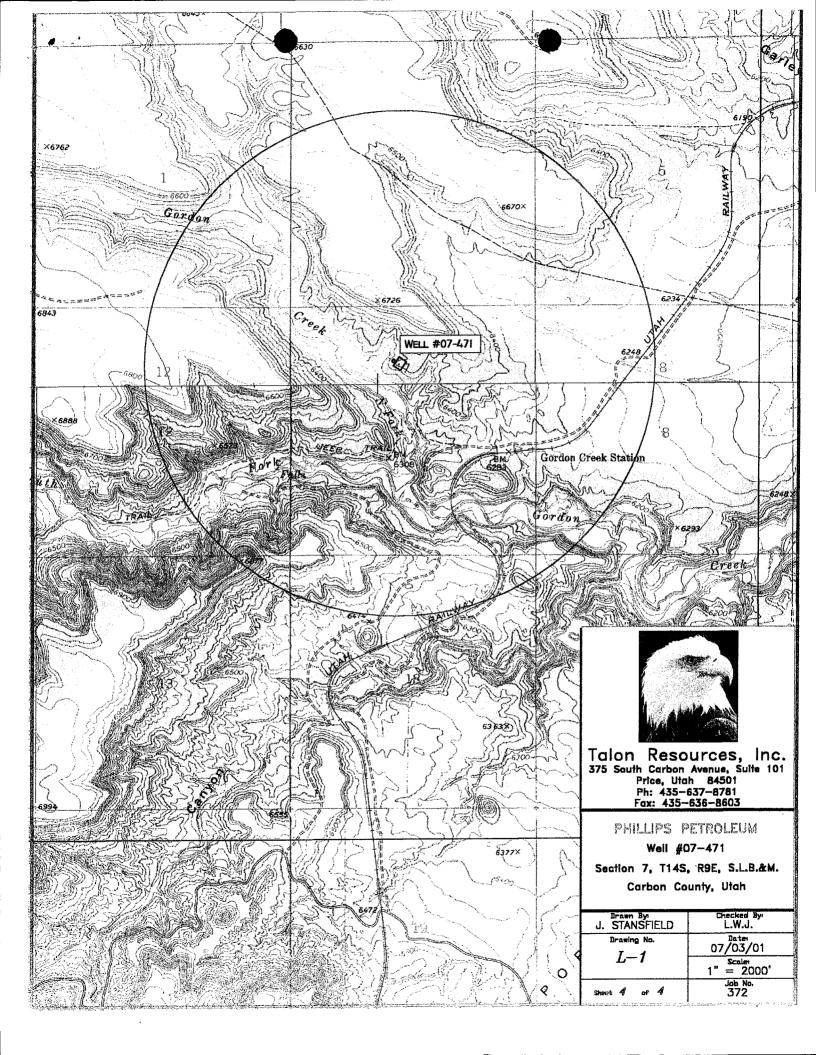
Thank you very much for your timely consideration of this application. Please feel free to contact me if you have any questions.

Sincerely,

Jean Semborski Permit Analyst

Lan Semborshi





SUBMIT IN (Other instructions reverse side)

LICATE*

Form approved. Budget Bureau No. 1004-0136 Expires: December 31, 1991

UNITE	D S	IAII	£S .
DEPARTMENT :	OF	THE	INTERIO

•		RTMENT OF TH REAU OF LAND MAI				5. LEASE DESIGNA U-77353	ATION AND SERIAL NO.
	APPLICATION	FOR PERMIT	TO DRILL OF	DEEPEN		6. IF INDIAN, ALLO	OTTEE OR TRIBE NAME
la. TYPE OF WORK	DRILL 🛛	DEEPEI	N 🗆			7. UNIT AGREEME Drunkards Wa	NT NAME ash UTU-67921X
b. TYPE OF WELL OIL WELL	GAS WELL X OTHER		SINGLE ZONE .	MULTIPLE ZONE		8. FARM OR LEASE USA 07-471	ENAME, WELL NO.
	ips Petroleum Com	pany	·			9. API WELL NO. 43-007-	3075/2
3. ADDRESS AND TEL 6825 S. 53	00 W. P.O. Box 85	51 Price, Utah 8	34501 (435) 613	3-9777		10. FIELD AND POO Drunkards Wa	DL, OR WILDCAT
At surface 606' At proposed prod. zone		•				11. SEC.,T.,R.,M., OF AND SURVEY OF NE/4,NW/4, S SLB&M	R BLK. R AREA ec.07, T14S, R9E,
8.2 mil	es and direction from near les northwest of Price,	est town or post offici Utah	E*			12. COUNTY OR PA	rish 13. state UTAH
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any)					OF ACRES ASSIGNED THIS WELL 160 acres		
18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 20. ROTA 3400'			RY OR CABLE TOOLS Rotary				
21. ELEVATIONS (Show 6439' GR	v whether DF,RT,GR,etc.)				2	22. APPROX. DATE WORK August 2001	WILL START*
SIZE OF HOLE	CRADE SIZE OF CASINO		G AND CEMENTING	PROGRAM			
14"	GRADE, SIZE OF CASING 12-3/4"	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT			
11" 7- 7/8"	8-5/8" 5-1/2"	Conductor 24 #/ft 17 #/ft	340' 3390'	132 sks. G+2 ¹ 301 sks 50/50 thixotropic	% S-1+1/4# pe poz +8% gel-	er sack D-29 floce +2%CaCl+10%ex	el tender. 91 sks ''G"
Li					OR	PIGINAL	•
	ELARING OR VENTIL GAS IS SUBJECT TO	NG OF S NTL 4-A C	pal, divide ONDITIONS (OF APPROV	CONF) AL ATTAC	DENTIAL CHED	

Dated 1/1/80

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.	SIGNED Landouli TITLE	Permitting Specialist	1/15/01
	(This space for Federal or State office use)		
	PERMIT NO.	_ APPROVAL DATE	
	Application approval does not warrant or certify that the applicant holds legal or conditions of APPROVAL, IF ANY:	equitable title to those rights in the subject lease which would en	ntitle the applicant to conduct operations there
	APPROVED BY /S/ WILLIAM C. STRINGER.	Division of Resources	SEP 4 ZUUI

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency or t United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Phillips Petroleum Company USA 07-471 Lease U-77353 Drunkards Wash Unit NE/NW Section 7 T14S, R7E Carbon County, Utah

A COMPLETE COPY OF THIS PERMIT SHALL BE KEPT ON LOCATION from the beginning of site construction through well completion, and shall be available to contractors to ensure compliance.

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Phillips Petroleum Company is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by ES 0048 (Principal - Phillips Petroleum Company) via surety consent as provided for in 43 CFR § 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR § 3106.7-2 continuing responsibility are met.

This permit will be valid for a period of one year from the date of approval. After permit termination, a new application must be filed for approval.

All lease operations will be conducted in full compliance with applicable regulations (43 CFR § 3100), Onshore Oil and Gas Orders, lease terms, notices to lessees, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors.

A. DRILLING PROGRAM

- 1. The proposed BOPE is in a 2M configuration, and is adequate for this depth in this area. Installation, testing and operation of the system shall be in conformance with Onshore Oil and Gas Order No. 2.
- 2. The requirements for air drilling, found in Onshore Oil and Gas Order No. 2, part III, E (Special Drilling Operations), shall be followed. This section requires, at a minimum, the use of the following equipment not mentioned in the application:
 - Spark arresters
 - Blooie line discharge 100 feet from wellbore
 - Straight blooie line
 - Deduster equipment
 - Float valve above bit
 - Automatic igniter on the blooie line
- 3. Materials to counteract a gas kick shall be available on location.
- 4. As proposed, both casing strings shall be cemented back to surface. If cement behind the production (5½") casing does not circulate to surface, a Cement Bond Log or other appropriate tool shall be run to determine the depth to the top-of-cement.
- 5. Concurrent approval from the State of Utah, Division of Oil, Gas & Mining is required before conducting any surface disturbing activities.

USA 07-471

B. <u>SURFACE USE</u>

1. The following appendices are attached for your reference. They are to be followed as conditions of approval:

SM-1, Seed Mixture for Green Strip Areas

SM-4, Seed Mixture for Final Reclamation

BG-2, Critical Winter Range Browse Hand Planting

BG-3, Winter Restrictions on High Value and Critical Winter Range

RA-1, Raptor Nest Protection Measures

Surface Disturbance Mitigation (Acre for Acre) for Big Game Critical Winter Range

- 2. The mud pit shall be lined at the time of construction.
- Within six months of installation, surface structures shall be painted in the following flat, earth tone color: Olive Black (5WA20-6). This Fuller O'Brien color is for reference only. Any brand of paint may be used provided the colors match. Any facilities that must be painted to comply with OSHA standards are exempt.
- 4. Trees shall be left around the perimeter of the drift location. A preconstruction meeting shall be held to determine the trees that will be left.

GENERAL CONSTRUCTION

- 1. Operator shall contact the Price BLM Office at least forty-eight hours prior to the anticipated start of construction and/or any surface disturbing activities. The BLM may require and schedule a preconstruction conference with the operator prior to the operator commencing construction and/or surface disturbing activities. The operator and the operator's contractor, or agents involved with construction and/or any surface disturbing activities associated with the project, shall attend this conference to review the Conditions of Approval and plan of development. The operator's inspector will be designated at the pre-drill conference, and is to be given an approved copy of all maps, permits and conditions of approval before the start of construction. The BLM will also designate a representative for the project at the preconstruction conference.
- 2. The operator shall designate a representative(s) who shall have the authority to act upon and to implement instructions from the BLM. The operator's

representative shall be available for communication with the BLM within a reasonable time when construction or other surface disturbing activities are underway.

- Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the operator, or any person working on his behalf, on public land is to be immediately reported to the Price BLM Office. The operator will suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Price BLM Office. An evaluation of the discovery will be made by the BLM to determine appropriate actions to prevent the loss of significant cultural or scientific values. The operator is responsible for the cost of evaluation of any site found during construction. The BLM will determine what mitigation is necessary.
- 4. During project construction, surface disturbance and vehicle travel shall be limited to the approved location and access routes. Any additional area needed must be approved by the Price BLM Office prior to use.
- 5. The operator must provide a trash cage for the collection and containment of all trash. The trash shall be disposed in an authorized landfill. The location and access roads shall be kept litter free.
- 6. Vegetation removal necessitated by construction shall be confined to the limits of actual construction. Removed vegetation will be stockpiled for use in reclamation or removed from the construction site at the direction of the BLM.
- 7. Prior to surface disturbance, topsoil is to be separately removed and segregated from other material. Topsoil depth will be decided onsite by BLM. If the topsoil is less than 6 inches, a 6-inch layer that includes the A horizon and the unconsolidated material immediately below the A horizon shall be removed and the mixture segregated and redistributed as the surface soil layer.

Generally topsoil shall be stored within the pad site or adjacent to access roads. The company in consultation with BLM shall determine stockpile locations and dimensions at the onsite. If the topsoil stockpiles will not be redistributed for a period in excess of one (1) year, the stockpiles are to be seeded with seed mixture SM-4 (attached).

ROAD and PIPELINE CONSTRUCTION

8. Operator shall provide an inspector under the direction of a registered professional engineer (PE) at all times during road construction. A PE shall certify (statement with PE stamp) that the road was constructed to the required Bureau of Land Management (BLM) road standards.

13 1 AUT 51

- 9. Road construction or routine maintenance activities are to be performed during periods when the soil can adequately support construction equipment. If such equipment creates ruts more than 6 inches deep, the soil is deemed too wet to adequately support construction equipment.
- 10. The operator is responsible for maintenance of all roads authorized through the lease or a right-of-way. Construction and maintenance shall comply with Class II or III Road Standards as described in BLM Manual Section 9113 and the Moab District Road Standards, except as modified by BLM. Maintenance may include but is not limited to grading, applying gravel, snow removal, ditch cleaning, headcut restoration/prevention.
- 11. Topsoil from access roads and pipelines is to be wind rowed along the uphill side of the road or stored in an approved manner. When the road and pipeline is rehabilitated, this soil will then be used as a top coating for the seed bed.
- Erosion-control structures such as water bars, diversion channels, and terraces will be constructed to divert water and reduce soil erosion on the disturbed area. Road ditch turnouts shall be equipped with energy dissipators as needed to avoid erosion. Where roads interrupt overland sheet-flow and convert this runoff to channel flow, ditch turnouts shall be designed to reconvert channel flow to sheet flow. Rock energy dissipators and gravel dispersion fans may be used, or any other design which would accomplish the desired reconversion of flow regime. As necessary cut banks, road drainages, and road crossings shall be armored or otherwise engineered to prevent headcutting.

PAD CONSTRUCTION -

- During the construction of the drill pad, suitable topsoil material is to be stripped and conserved in a stockpile on the pad. If stockpiles are to remain for more than a year, they shall be seeded with the seed mixture in appendix SM-4, attached.
- 14. Generally, drill pads are to be designed to prevent overland flow of water from entering or leaving the site. The pad is to be sloped to drain spills and water into the reserve pit. The drill pad shall be designed to disperse diverted overland flow and to regulate flow velocity so as to prevent or minimize erosion. Well pad diversion outlets shall be equipped with rock energy brakes and gravel-bedded dispersion fans.

ويورو والرواري والمح كمنهك والاعاج والمساح والموار المعطيمة كالمحاول والمارو

REHABILITATION PROCEDURES

Site Preparation

15. The entire roadbed should be obliterated and brought back to the approximate original contour. Drainage control is to be reestablished as necessary. All areas affected by road construction are to be recontoured to blend in with the existing topography. All berms are to be removed unless determined to be beneficial by BLM. In recontouring the disturbed areas, care should be taken to not disturb additional vegetation.

Seedbed Preparation

- 16. An adequate seedbed should be prepared for all sites to be seeded. Areas to be revegetated should be chiseled or disked to a depth of at least 12 inches unless restrained by bedrock.
- 17. Ripping of fill materials should be completed by a bulldozer equipped with single or a twin set of ripper shanks. Ripping should be done on 4-foot centers to a depth of 12 inches. The process should be repeated until the compacted area is loose and friable, then shall be followed by final grading. Seedbed preparation will be considered complete when the soil surface is completely roughened and the number of rocks (if present) on the site is a sufficient to cause the site to match the surrounding terrain.
- 18. After final grading, the stockpiled topsoil shall be spread evenly across the disturbed area.

Fertilization

- 19. Commercial fertilizer with a formula of 16-16-8 is to be applied at a rate of 200 pounds per acre to the site. The rate may be adjusted depending on soil.
- 20. Fertilizer is to be applied not more than 48 hours before seeding, and shall be cultivated into the upper 3 inches of soil.
- 21. Fertilizer is to be broadcast over the soil using hand-operated "cyclone-type" seeders or rotary broadcast equipment attached to construction or revegetation machinery as appropriate to slope. All equipment should be equipped with a metering device. Fertilizer application is to take place before the final seeding preparation treatment. Fertilizer broadcasting operations should not be conducted when wind velocities would interfere with even distribution of the material.

Mulching

When it is time to reclaim this location, the Price BLM Office will determine whether it will be necessary to use mulch in the reclamation process. The type of mulch should meet the following requirements: Wood cellulose fiber shall be natural or cooked, shall disperse readily in water, and shall be nontoxic. Mulch shall be thermally produced and air dried. The homogeneous slurry or mixture shall be capable of application with power spray equipment. A colored dye that is noninjurious to plant growth may be used when specified. Wood cellulose fiber is to be packaged in new, labeled containers. A minimum application of 1500 pounds per acre shall be applied. A suitable tackifier shall be applied with the mulch at a rate of 60 to 80 pounds per acre.

An alternative method of mulching on small sites would be the application of straw or hay mulch at a rate of 2000 pounds per acre. Hay or straw shall be certified weed free. Following the application of straw or hay, crimping shall occur to ensure retention.

Reseeding

- 23. All disturbed areas are to be seeded with the seed mixture required by the BLM. The seed mixture(s) shall be planted in the fall of the year (Sept-Nov), in the amounts specified in pounds of pure live seed (PLS)/acre. There shall be no noxious weed seed in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within 12 months prior to planting. Commercial seed will be either certified or registered seed. The seed mixture container shall be tagged in accordance with State law(s) and available for inspection by the BLM. Seed is to be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area. (Smaller/heavier seeds tend to drop to the bottom of the drill and are planted first. Appropriate measures should be taken to ensure this does not occur.) Where drilling is not possible, seed is to be broadcast and the area raked or chained to cover the seed. Woody species with seeds that are too large for the drill will be broadcast. When broadcasting the seed, the pounds per acre noted below are to be increased by 50 percent. Reseeding may be required if a satisfactory stand is not established to the surface rights owner's specifications. Evaluation of the seeding's success will not be made before completion of the second growing season after the vegetation becomes established. The Price BLM Office is to be notified a minimum of seven days before seeding a project.
- 24. The disturbed areas for the road and pipeline must be seeded in the fall of the

year, immediately after the topsoil is replaced. The prescribed seed mixture is attached as appendix SM-4.

General

Prior to the use of insecticides, herbicides, fungicides, rodenticides and other similar substances, the operator must obtain from BLM, approval of a written plan. The plan must describe the type and quantity of material to be used, the pest to be controlled, the method of application, the location for storage and disposal of containers, and other information that BLM may require. A pesticide may be used only in accordance with its registered uses and within other agency limitations. Pesticides must not be permanently stored on public lands.

SM-1

Green Strip Areas

The following seed mixture will be planted along service road borrow ditches, around the edge of drill pads with a production well, and surrounding other production and maintenance facilities. The purpose for this seeding is to provide a "green strip" buffer to minimize fire hazards and prevent invasion and establishment of noxious weeds in areas that will receive continued disturbance for the life of these project areas.

4356363657

<u>Common Plant Name</u>	Scientific Name	Pounds per acre/PLS*
Forage kochia Wyoming big sagebrush	Kochia prostrata Artemisia tridentata wyomingensis	2
Douglas low rabbitbrush	Var. Gordon Creek Chiysothamnus viscidiflorus	1
Yellow sweetclover Small burnet	Melilotus officinalis Sanguisorba minor	1
Bottlebrush squirreltail Intermediate wheatgrass	Elymus elymoides Thinopyrum intermedium	i · 1
*	Total	

SM-4

Pinyon/Juniper Areas

BLM SEED MIXTURES FOR THE PRICE COALBED METHANE PROJECT
The following seed mixture is for areas that will receive final reclamation. Areas would be planted to protect them from soil erosion and to restore forage production.

NOTES: _	MIT DE LA COLLEGE

Common Name	Scientific Name	Manual Company
Grasses	Scientific Name	Pounds per acre/PLS
Thickspike wheatgrass	Elymus lanceolatus	1.5
Intermediate wheatgrass	Elytrigia intermedia	1.5
Squirreltail	Elymus elymoides	1
Crested wheatgrass	Agropyron desertorum	î
Western wheatgrass	Pascopyrum smithii	1
Needle-and-Thread	Stipa comata	1
Forbes		
Lewis flax	Linum perenne lewisii	•
Palmer penstemon	Penstemon palmerii	1 0.5
Small burnet	Sanguisorba	0.3 1`
Ladac alfalfa	Medicago sativa (Ladac)	0.5
Shrubs		
Forage kochia	Kochia prostrata	1
Fourwing saltbrush	Atriplex canescens	1.5
Wyoming big sagebrush	Artemisa tridenta wyomingenis	1.5
	Var. Gordon Creek	1.3
Antelope bitterbrush	Purshia tridenta	1
True Mt. mahogany	Cercocarpus montanus	1
Whitestem rabbitbrush	Chrysothamnus nausesus albicaulis	ī
	Total	17

PRICE COALBED METHANE PROJECT AREA

PROPONENT:	. Phillips	WELL#:	07-471
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BG-2: CRITICAL WINTER RANGE BROWSE HAND PLANTING (BLM-22)

Pg. 1 of 1

One of the two browse species lists (checked below) are to be hand planted at the prescribed application rate and according to the following prescribed methods on critical winter range areas that are undergoing long term reclamation. This would include all pipeline corridors, berm around edge of drill pads, miscellaneous disturbed areas associated with construction such as staging areas for equipment, sidecast on road cuts, along side upgraded or new roads up to and including borrow ditch and in the termination of redundant access roads being closed. This planting shall be completed in the first planting window following completion of construction and on all other disturbed areas upon final reclamation.

Planting Methods:

Planting shall be accomplished using a labor force with specific experience in landscape restoration, hand planting methods and handling and care of browse tubling and or bareroot stock plants.

Browse plants to be utilized can be bareroot stock or tubling stock plants of 1 year old age class or greater.

Browse seedling protectors will be used to provided protection from browsing ungulates for two years. Seedling protectors will be of an open mesh rigid design that will break down when exposed to sunlight and that measures a minimum of 12 inches in length and 4 inches in diameter.

Planting shall be completed in the spring (March 1- April 1) and or fall (November 1- December 1) planting windows.

Browse plants shall be stored and handled in such a manner as to maintain viability, according to the type of browse stock being used.

... .

Planting Species and Application Rate:

Species Species	Sagebrush-Grass Plants Per Acre	Y] Pinyon-Juniper
Wyoming Sagebrush (Gordon Creek)	100	50
Fourwing Saltbush (Utah seed source collected at or above 5,000 feet elevation)	100	50
True Mountain Mahogany (Utah seed source)	0	50
Antelope Bitterbrush (Utah seed source)	0	50
Total	200	200
Suitable Substitutions:		
Prostrate Kochia	yes	yes
Whitestern Rubber Rabbitbrush	no	yes
Utah Serviceberry	no	yes
Winterfat	yes	no

PRICE COALBED METHANE PROJECT AREA

PROPONENT:	Phillips	WELL #:	07-471
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BG-3: WINTER RESTRICTIONS ON HIGH VALUE AND CRITICAL WINTER RANGE (BLM-37, FEIS, Chapter 2, Alternative D, pg. 2-48, see also Decision Record pg. 2 paragraph 4)

Pg. 1 of 2

Resultations on Construction Phase Activity: Prohibit construction phase activity, described below, on big game high value and critical winter range during the period (December 1 - April 15) without regard for land ownership.

This condition would not apply to normal maintenance and operation of producing wells, described below. On nonfederal lands (where the federal government does not have either surface or subsurface ownership) RGC would be allowed to conduct construction phase activity if needed to avoid breech of contract or loss of lease rights. In the event construction phase activity proceeds into the winter closure period on non federal interest lands, RGC would make available appropriate documentation to UDWR, upon request.

<u>Construction Phase Activity:</u> Construction phase activity is considered to include all work associated with initial drilling and construction of facilities through completion, including installation of pumping equipment, connection with ancillary facilities and tie-in with pipelines necessary for product delivery.

RGC would not be allowed to initiate construction activity unless it is reasonable to believe that such work can be finished to a logical stopping point prior to December 1 of that year. Specific activities considered to be covered by the seasonal closure include all heavy equipment operation including but not limited to the following:

- Mobilization/Demobilization or operation of heavy equipment (crawler tractor, front end loader, backhoe, road grader, etc.)
- -Construction activity (road construction or upgrading, pad, pipeline, powerline, ancillary facilities, etc.),
- -Drilling activity (operator would not propose or initiate drilling activity if the project could not reasonably be expected to be finished to a logical stopping point by the December 1 date of that year.
- -Seismic operation, detonation of explosives

This seasonal closure would not apply to reconnaissance, survey/design and/or flagging of project work or other similar activity not requiring actions listed for heavy equipment operation.

<u>Production Phase:</u> A CBM well is considered to be in production phase when the well and ancillary facilities are completed to the point that they are capable of producing and delivering product for sale. It is noted that heavy equipment operation may be necessary in the performance of maintenance and operation of producing wells.

Restriction on Non Emergency Workover Operations: RGC is required to schedule non-emergency workover operations (defined below) on big game high value winter range outside the December 1 to April 15 date of the seasonal closure. RGC will be required to submit Sundry notices to BLM (or notification to UDWR on non-federal interest wells) in advance of workover operations proposed between December 1 and April 15. Sundry notices submitted as emergency work, may require independent corroboration by BLM geologist/petroleum engineers prior to work proceeding. Should BLM object to the emergency designation of the sundry notice, BLM would make notification of the objection within five working days of receipt of the sundry notice. In the absence of such notification or in the event of corroboration with the sundry notice, RGC would be permitted to proceed with the workover operation.

Non-emergency Workover Operations: Workover operations to correct or reverse a gradual loss of production over time (loss of production of five percent or less over a 60 day period) is considered to be routine or non-emergency workover operations and would not be permitted during the December 1 to April 15 time frame.

BG-3; WINTER RESTRICTIONS ON HIGH VALUE AND CRITICAL WINTER RANGE (BLM-37, FEIS, Chapter 2, Alternative D, pg. 2-48, see also Decision Record pg. 2 paragraph 4) Pg. 2 of 2

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Emergency Workover Operations: Emergency work over operations are defined as downhole equipment failure problems or workover operation necessary to avoid shut in of the well or to avoid an immediate safety or environmental problem. Loss of production greater than five percent within a 60 day period is indicative of pump failure and will be treated as an emergency workover operation.

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PRICE COALBED METHANE PROJECT AREA

PROPONENT: Phillips WELL#: 07-471

RA-1: RAPTOR NEST SITE PROTECTION MEASURES (BLM-40, 41)

Pg. 1 of 2

The subject permit application is proposed within or near known suitable raptor nesting habitat. In order to avoid potential adverse affects to nesting raptors protected under the Migratory Bird Treaty Act and/or the Bald Eagle Protection Act, the operator must comply with all applicable provisions below.

Provisions check marked below are directly applicable to this Federal action, based on available data at the time of this review. Any other provisions, listed below (even if not check marked) may become applicable to this Federal action as updated raptor data becomes available.

Survey Requirement: Conduct raptor surveys to determine the status of known nests and verify presence of additional nests in the affected area of this Federal action. Surveys are to be conducted by consultants qualified to conduct such surveys and approved by the authorized officer. All surveys would be conducted by helicopter during May of each year unless otherwise provided for in BLM's Raptor Survey Protocol developed for this project. The surveys are required to be completed in the same year as the proposed drilling/construction so that current nest activity status data are available prior to APD/Federal Permit approval. Cost for surveys and preparation of a report of the findings of the survey would be the obligation of the lease holder.

[] Raptor Nest Site Bufferzone Permanent Occupancy: Upon the finding of the above survey (or other appropriate documentation) that the federal action lies within .5 miles of a raptor nest occupied (defined below) in any of the the three years preceding the proposed date of construction, the federal action would be subject to the no surface occupancy provision stated below and provided for in the Price CBM FEIS and Price River Resource Area Management Framework Plan,

Permanent surface disturbance and occupancy (i.e. oil and gas production facilities) is prohibited within 0.5 miles of raptor nests which have been documented as occupied within three years.

This provision will apply as long as the nest status remains unchanged (i.e. documented as occupied within any of the three years preceding the proposed date of construction. If the nest is documented as unoccupied for a period of three or more consecutive years, it will be deemed to have been abandoned and the federal action will no longer be subject to the no surface occupancy provision.

In the event a federal action involving a permanent facility, as described above, is proposed within the .5 mile bufferzone, BLM will complete a site specific evaluation. The evaluation will consider site terrain features such as to happing and vegetative screening, and existing intrusions which may already exist in the bufferzone. Specific standard guidelines used in this analysis are available in the Price Field Office. If the site specific evaluation determines that the federal action can be accommodated with no significant adverse affect to the current or future productivity of the nest, the no surface disturbance/occupancy provision referenced above would not be applicable.

[] Site Specific Evaluation Found No Adverse Affect [] Special Mitigation Measures Attached

Raptor Nest Site Bufferzone Temporary Occupancy: Any temporary surface disturbance and occupancy (i.e. road and pipleine line construction, etc.) associated with this federal permit, occuring within .5 miles of a raptor nest documented as occupied in one or more of the three years preceeding the proposed date of construction must be conducted outside the nesting period of February 1 to July 15. This will include but not be limited to road construction or upgrading required to reach this well location. If such work is required to access this location with heavy equipment, the seasonal closure of February 1 to July 15 will also apply to the drilling of this well.

PRICE COALBED METHANE PROJECT AREA

PROPONENT:

Phillips

WELL #:

07-471

RA-1: RAPTOR NEST SITE PROTECTION MEASURES (BLM-40, 41)

Pg. 2 of 2

Maintenance and Operation of Existing Wells Within .5 miles of Raptor Nests: In the event a federal action is authorized and constructed and a raptor nest is subsequently built within .5 miles of the development, maintenance and operations involving workovers or heavy equipment operation under this federal action will be subject to the following conditions and notifications.

The proponent is required to submit (at least 5 days in advance of proposed work) a sundry notice for all work over or maintenance operations requiring use of heavy equipment proposed during the raptor breeding season (February 1-22) 15) and within the .5 mile bufferzone of any known raptor nest site. Upon receipt of this notification BLM in consultation with DWR and the USFWS would issue a determination on the activity status of the affected raptor nest. If the nest is found to be occupied, site specific protection measures would be developed to protect the nesting raptors and prevent conditions or actions that may result or contribute to a taking as defined under the Bald Eagle Protection Act and or the Migratory Bird Treaty Act.

To avoid the necessity for this provision, the operator is encouraged to schedule all such work outside of the nesting period, on wells subject to this provision.

Occupied Nest Site Definition:

An occupied raptor nest is defined, for the purposes of this stipulation, as any nest site exhibiting physical evidence of current use by raptors. Evidence may include but is not limited to: presence of raptors (adults, eggs or young) at the nest or within the nesting territory, presence of greenery in the nest, and/or presence of current year's whitewash at the nest or in the immediate vicinity of the nest.

PRICE COALBED MET	HANE PROJECT ARE	.A
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PROPONENT: Phillips WELL #: 07-47	1
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SPECIAL STIPULATION

SURFACE DISTURBANCE MITIGATION (ACRE FOR ACRE) FOR BIG GAME CRITICAL WINTER RANGE Pg. 1 of 1

The subject permit application is proposed within critical winter range (FEIS) and the surface disturbance associated with the project exceeds that which was analysed and mitigated for in the Price CBM FEIS. Since this surface disturbance has not been mitigated for in the EIS, the action is subject to the acre for acre mitigation for surface disturbance on critical winter range as provided for in the Price River Resource Area Management Framework Plan.

The proponent shall complete a wildlife enhancement project designed to mitigate impacts on big game critical winter range at the rate of one acre of enhancement for each acre of disturbance. Acceptable projects may include vegetative manipulation designed to increase winter forage or other winter range habitat enhancements to improve big game distribution patterns. Projects shall be completed comensurate with (during the same calander year) the surface disturbing activity.

All aspects of project design and implementation, NEPA compliance, project design and implementation shall be the responsibility of the proponent. Projects proposed by the proponent must be completed on public land and approved in advance by the Authorized Officer of the BLM.

C. REQUIRED APPROVALS, REPORTS AND NOTIFICATIONS

Required verbal notifications are summarized in Table 1, attached.

<u>Building Location</u>- Contact the Price Field Office, Natural Resource Protection Specialist at least 48-hours prior to commencing construction of location.

<u>Spud-</u> The spud date will be reported to BLM 24-hours prior to spudding. Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted to the Moab Field Office within 24-hours after spudding, regardless of whether spud was made with a dry hole digger or big rig.

<u>Daily Drilling Reports</u>- Daily drilling reports shall detail the progress and status of the well and shall be submitted to the Moab Field Office on a weekly basis.

Monthly Reports of Operations- In accordance with Onshore Oil and Gas Order No. 1, this well shall be reported on Minerals Management Service (MMS) Form 3160, "Monthly Report of Operations," starting the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with MMS.

<u>Sundry Notices</u>- There will be no deviation from the proposed drilling and/or workover program without prior approval. "Sundry Notices and Reports on Wells" (Form 3160-5) will be filed, with the Moab Field Office, for approval of all changes of plans and subsequent operations in accordance with 43 CFR § 3162.3-2. Safe drilling and operating practices must be observed.

<u>Drilling Suspensions</u>- Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Moab Field Office. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

<u>Undesirable Events</u>- Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the BLM in accordance with requirements of NTL-3A.

<u>Cultural Resources</u>- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Price Field Office is to be notified.

<u>First Production</u>- Should the well be successfully completed for production, the Moab Field Office will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five business days following the date on which the well is placed into production.

A first production conference will be scheduled as soon as the productivity of the well is apparent. This conference should be coordinated through the Price Field Office. The Price Field Office shall be notified prior to the first sale.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted to the Moab Field Office not later than thirty-days after completion of the well or after completion of operations being performed, in accordance with 43 CFR § 3162.4-1. Two copies of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. When requested, samples (cuttings and/or samples) will be submitted to the Moab Field Office.

<u>Venting/Flaring of Gas</u>- Gas produced from this well may not be vented/flared beyond an initial, authorized test period of 30 days or 50 MMcf, whichever first occurs, without the prior, written approval of the Moab Field Office. Should gas be vented or flared without approval beyond the authorized test period, the well may be ordered shut-in until the gas can be captured or approval to continue the venting/flaring as uneconomic is granted. In such case, compensation to the lessor shall be required for that portion of the gas that is vented/flared without approval and which is determined to have been avoidably lost.

<u>Produced Water</u>- An application for approval of a permanent disposal method and location will be submitted to the Moab Field Office for approval pursuant to Onshore Oil and Gas Order No.7.

Off-Lease Measurement, Storage, Commingling- Prior approval must be obtained from the Moab Field Office for off-lease measurement, off-lease storage and/or commingling (either down-hole or at the surface).

<u>Plugging and Abandonment-</u> If the well is completed as a dry hole, plugging instructions must be obtained from the Moab Field Office prior to initiating plugging operations.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Moab Field Office within thirty-days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR § 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Price Field Office or the appropriate surface managing agency.

TABLE 1

NOTIFICATIONS

Notify Don Stephens (work: 435-636-3608, home: 435-637-7967) or Mike Kaminski (work: 435-636-3640, home: 435-637-2518) of the BLM, Price Field Office for the following:

2 days prior to commencement of dirt work, construction and reclamation;

1 day prior to spudding;

50 feet prior to reaching the surface casing setting depth.

If the people at the above numbers cannot be reached, notify the Moab Field Office at (435) 259-2100. If unsuccessful, contact the person listed below.

Well abandonment operations require 24 hour advance notice and prior approval. In the case of newly drilled dry holes, verbal approval can be obtained by calling the Moab Field Office at (435) 259-2100. If approval is needed after work hours, you may contact the following:

Eric Jones, Petroleum Engineer

Office: (435) 259-2117 Home: (435) 259-2214 STATE OF UTAH DIVISION OF OIL, GAS AND MINING **ENTITY ACTION FORM - FORM 6** OPERATOR Phillips Petroleum Company ADDRESS 6825 S. 5300 W. P.O. Box 851 Price, UT 84501

A 99999 13356 43-007-30745 Pierucci 26-481 WELL 1 COMMENTS: New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL 145 996 Carbon 10/12/01 10-2 CONFIDENTIAL 145 976 WELL 2 COMMENTS: New single well, new spud outside PA but inside of Unit boundary CONFIDENTIAL 10/15/01 10-2 CONFIDENTIAL	ACTION	CURRENT	NEW	API NUMBER	WELL NAME	1		WELLL	OCATIO	N	SPUD DATE	EFFECTIVE
WELL 1 COMMENTS: New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL 1/45 9#.	CODE	ENTITY NO.	ENTITY NO.			00	SC	ΤP	RG	COUNTY		DATE
New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL 1/2 978 A*B 9999 2357 43-007-30756 USA 07-471 NENE 07 25 08E Carbon 10/15/01 1/0- WELL 2 COMMENTS: New single well, new spud outside PA but inside of Unit boundary CONFIDENTIAL A 9999 /3358 43-007-30782 Garofola 26-482 NENW 26 148 09E Carbon 10/16/01 1/0- WELL 3 COMMENTS: New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL WELL 4 COMMENTS: WELL 4 COMMENTS:	A	99999	13356	43-007-30745	Pierucci 26-481	NENW	26	145	09E	Carbon	10/12/01	10-25-01
WELL 2 COMMENTS: New single well, new spud outside PA but inside of Unit boundary CONFIDENTIAL A 9999 13358 43-007-30782 Garofola 26-482 NEMW 26 14S 09E Carbon 10/16/01 /0- WELL 3 COMMENTS: New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL WELL 4 COMMENTS: WELL 5 COMMENTS:	WELL 1	COMMENTS:	New single	well, new spud out	side PA and outside of Unit boundary	CON	IFID					
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WELL 3 COMMENTS: New single well, new spud outside PA and outside of Unit boundary CONFIDENTIAL WELL 4 COMMENTS: WELL 5 COMMENTS:	A	99999	13358	43-007-30782	Garofola 26-482	NENW	26	148	09E	Сагвол	10/16/01	10-25-01
WELL 5 COMMENTS:	WELL 3	COMMENTS:	New singl	e well, new spud ou	uside PA and outside of Unit boundary	CON	FIDE	NTI	AL			
WELL 5 COMMENTS:							ļ					
	WELL 4	COMMENTS:				- 1		<u> </u>				
BECEIVED	WELL 5	COMMENTS										
	·				RECE	IVE	:n				4	

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

OCT 2 5 2001

DIVISION OF OIL CAS AND MINING Frankie Hathaway Ritankie Hathaway

Administrative Assistant

Phone No. (435)613-9777

(3/89)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT--" for such proposals

Expires: March 31, 1993	
5. Lease Designation and Serial No. U-77353	
6. If Indian, Allottee or Tribe Name N/A	
7. If Unit or CA, Agreement Designation Drunkards Wash UTU-67921X	

Carbon County, Utah

FORM APPROVED

SUBMIT IN TRIPLICATE	7. If Unit or CA, Agreement Design Drunkards Wash UT
Type of Well Oil S Gas Other	8. Well Name and No. USA 07-471
Name of Operator Phillips Petroleum Company	9. API Well No. 43-007-30756
Address and Telephone No. 6825 S. 5300 W. P.O. Box 851 Price, Utah 84501 (435) 613-9777	10. Field and Pool, or Exploratory A Drunkards Wash
Location of Well (Footage, Sec., T., R:, M., or Survey Description) 1201' FNL, 2261' FWL	11. County or Parish, State

12.	CHECK APPROPRIATE BOX	(s) TO INDICATE NATURE OF NC	TICE, REPORT, OR OTHER DATA	
	TYPE OF SUBMISSION		TYPE OF ACTION	
	Notice of Intent Subsequent Report Final Abandonment Notice	Spud Notice Change of Name Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Please be advised that the USA 07-471 well was spud on 10/15/01 at 3:30 pm Pense Bros. Rig #24 Dry Drill

NE/4, NW/4, Sec.07, T14S, R09E, SLB&M

ORIGINAL

CONFIDENTIAL

	A Committee of the Comm	
14. I hereby certify that the foregoing is true and correct Signed Athousay	Title Administrative Assistant	Date 11/6/01
(This space for Federal or State office use)		
Approved byConditions of approval, if any:	Title	Date

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UN STATES DEPARTME OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

Do not use this form for proposals to dri Use "APPLICATION FO	5. Lease Designation and Serial No. U-77353 6. If Indian, Allottee or Tribe Name N/A	
SUBMIT 1. Type of Well Gas 2. Name of Operator Phillips Petroleum Con 3. Address and Telephone No. 6825 S. 5300 W. P.O. Box 85 4. Location of Well (Footage, Sec.,T., R:, M., or Survey) 1201' FNL, 2261' FWL NE/4,NW/4, Sec.07, T14S,R09E, SI	7. If Unit or CA, Agreement Designation Drunkards Wash UTU-67921X 8. Well Name and No. USA 07-471 9. API Well No. 43-007-30756 10. Field and Pool, or Exploratory Area Drunkards Wash 11. County or Parish, State Carbon County, Utah	
2. CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TY	/PE OF ACTION
Notice of Intent Subsequent Report Final Abandonment Notice	Well Report Change of Name Recompletion Plugging Back Casing Repair Altering Casing	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Other

See Attached.



Dispose Water

	Residence Season and Selection Considerated	
	1070802	
14. I hereby certify that the foregoing is true and correct Signed Arankil Hathaway	Title Administrative Assistant	Date 8/22/01
(This space for Federal or State office use)		
Approved byConditions of approval, if any:	Title	Date
Title 18 U.S.C. Section 1001, makes it a crime for any person know statements or representations as to any matter within its jurisdiction		agency of the United States any false, fictitious or fraudulent

DRUNKARDS WASH PROJECT DAILY WELL REPORT

USA

07-471

API NO: 43-007-30756

606 FNL, 1712 FWL

NENW SEC: 07 TWN 14S RNG 09E

COUNTY: Carbon

ELEVATION: 6439

SPUD TIME/DATE: 10/15/2001 3:30:00 PM

TD TIME/DATE: 10/17/2001 8:00:00 PM

TD DEPTH: 3440

DRILLING CONTRACTOR: Pense Brothers Rig #24

ON-LINE TIME/DATE:

Bit Information

Type	<u>Size</u>	<u>In</u>	<u>Out</u>	<u>Hours</u>	Rotating Hours
Air Hammer	15 in	0.00	14.00	2.5	2
Air Hammer	11 in	14.00	375.00	2.5	2
Air Hammer	7 7/8	375.00	2455.00	19.5	15.5
Tri-cone	7 7/8	2455.00	3440.00	24	12

Conductor Casing

Bore Hole Size: 15 in

Conductor From: 0.00

To: 14.00

Casing Description: 12 3/4in PE

Number of Joints: 1

Set @: 14.00

Cement:

Amount:

Cement Report:

Surface Casing

Bore Hole Size: 11 in

Surface Casing From: 14.00 To: 375.00

Casing Description: 8 5/8 in 24#/ft J-55

Number of Joints: 12

Set @: 355.00

Cement: G + 2%S-1 + 1/4#/sk D-29

Amount 150.00

Cement Report: rigged up hall., safety meeting, tested lines, then pumped till broke circulation, then pumped 150 sks of g cement, displaced with 23 bbls. Of water, with 2 bbls. Returns of cement, shut

valve @ 10:25pm, rigged down hall., waiting on bop test. Bs

Production Casing

Bore Hole Size: 7 7/8 in

Prod.Casing From: 0.00

To: 3440.00

Casing Description: 5 1/2 in 17#/ft N-80

Number of Joints: 79

Length: 3399.00

Lead Cement 50/50 POZ, 8%D20, 10%D44, 2%S001, 1/4#/sk Amount: 320.00

Tail Cement: 10-1 RFC

Amount: 85.00

Cement Report: rigged up hall., safety meeting, tested lines, then pumped 88 bbls. To break circulation, tried to wash down 3 ft. of fill, had to lay down 1 jt. Landed back, then pumped 320 sks of 50/50 poz & 85 sks of rfc, displaced with 79 bbls. Of water, with 15 bbls. Of cement returns to surface, lift pressure @ 1500 psi, plug down @ 7:58pm, tested plug it held , put 200 lbs. Of

pressure on casing, shut down for night. Bs

Float Equipment: 5 1/2 float shoe

Centralizers ran on: 2,5,9,13,21,

Drilling Data

DAY 1 10/16/2001

CURRENT DEPTH 375

CURRENT OPERATIONS: bop test

ROTATING HRS: 0.00

7am-2pm no activity, 2pm-4pm rigged up serviced rig, 4pm-5pm drilled & set 14 ft. of conductor, 5pm-6pm changed bits, 6pm-7pm started drilling surface hole, 7am-8pm drilling @ 260 ft. injected water, 8pm-9pm finished drilling @ 375 ft. started out of hole, 9pm-10pm set up to run 8 5/8 casing, 10pm-10:25pm rigged up cementers & pumped cement shut valve @ 10:25pm, 10:25pm-3:30am waiting on cement to set up. 3:30pm-5am broke loose & set bop, 5am-6;30am waiting on testers, 6;30am-7am testing bop, Bs

Estimated Daily Cost:

DAY 2 10/17/2001

CURRENT DEPTH 2455 CURRENT OPERATIONS: conditioning hole, **ROTATING HRS: 15.5**

7am-7:30am finish testing bope, 7:30am-9am change bits, rih, drill out cement, 9am-1pm drill 7 7/8in hole to 1015ft, 1pm-5pm drill 1015-1615ft, 5pm-10pm drill 1615-2245ft, 10pm-12:30am drill 2245-245ft, 12:30am-1am condition hole, 1am-4am pooh, 4am-7am rih w/ tricone. LS

Estimated Daily Cost:

DAY 3 10/18/2001

CURRENT DEPTH 3440 CURRENT OPERATIONS: tripping out to log **ROTATING HRS: 12.0**

7am-8:30am tripped back in with tri cone, 8:30am-9:30am blow down hole & finished tripping to bottom. 9:30am-10am drilling @ 2510 ft., 10am-1pm @ 2870 ft., 1pm-7pm @ 3290 ft., 7pm-8pm td well @ 3440 ft., 8pm-11pm cleaned hole & tripped up to check valve, 11pm-12:30am mixed mud, 12:30am-2:15am run back to bottom drilled out fill & mixed more mud, 2:15am-4:30am circulated 2 hrs, 4:30am-5am short tripped, 5am-6am circulated 1 hr., 6am-7am tripping out to log, bd

Estimated Daily Cost:

DAY 4 10/19/2001

CURRENT DEPTH 3440 CURRENT OPERATIONS: run 5 1/2 casingbs

ROTATING HRS: 0.00

7am-8:30am tripped out, 8:30am-9am laid down rubber & collars, 9am-11:30am rigged up loggers & logged well, 11:30am-12pm rigged down loggers & released rig. Bs

Estimated Daily Cost:

DAY 5 10/20/2001

CURRENT DEPTH 3440 CURRENT OPERATIONS: scraper run

ROTATING HRS: 0.00

rigged up work over rig, set pipe racks unloaded pipe, talley pipe, tripped in hole with 79 its. Of 5 1/2 casing. landed @ 3399.45 ft., rigged up hall. To pump cement, pumped 320 sks of lead & 85 sks of tail, displaced with 79 bbls. Of water, with 15 bbls. Cement to surface, plug down @ 7:58 pm shut down for night.

Estimated Daily Cost:

DAY 6 10/21/2001

CURRENT DEPTH 3440 CURRENT OPERATIONS: none

ROTATING HRS: 0.00

set up to run 2 7/8 tubing, tripped in hole with 4 3/4 scraper & 106 jts. Of 2 7/8 tubing, tagged up @ 3395 ft., tripped out laying down, rigged down. Bs

Estimated Daily Cost:

DAY 7 11/5/2001

CURRENT DEPTH 0

CURRENT OPERATIONS: Perforation/Stimulation **ROTATING HRS: 0.00**

Rig up Halliburton, perforate and frac three zones:

Upper Ferron: 2935-2985 Middle Ferron: 3024-3084 Lower Ferron: 3113-3138

Estimated Daily Cost:

Cum. Estimated Daily Cost:



Frac Data

Upper Ferron: Job went as designed. Extra sand was put away since the first job didn't go. Pumped at over 100 bbl/min. for 3-4 minutes. (260 sacks of 16/30, 24 sacks of 20/40)

Middle Ferron: Press. Jumped up while pumping pad, worked the rates until acid hit and pressure broke back. Press. Began to rise again and hit a max of 4850 before breaking back while rate was increased. Had to stop job half way through sand stage because the discharge pump on the hopper shut down. Max downhole concentration was 3.87 lb/gal. Finished job by pumping flush. Pumped more sand than designed. Lower Ferron: Pumped acid and press. Rose, started pad, once acid hit perfs 1800-2000 psi drop. Increased rate and press. Jumped back up to 5000 psi. Tried surging but couldn't get press. to go back down. Shut down and decided to perf next zone.

Completion Data

USA 07-471 Page 3 of 3

UNITED STATES DEPARTMENT OF THE INTERIOR

Form approved. Budget Bureau No.1004-0137 Expires August 31,1985

DAG ON FIDENTIAL

SUBMIT IN DUPLICATE BUREAU OF LAND MANAGEMENT (See other In-structions on

5. LEASE DESIGNATION AND SERIAL NO.

Form 3160-4 (November 1983) (formerly 9-330)	BU	REAU OF L	AND MANA	GEMEN'	r '	(See struct	DUPLICATE other In- ions on se side)	5. LEASE DESIG		IND SERIAL NO.
		 						6. IF INDIAN, AL		OR TRIBE NAME
WEi	LL COMPLETION	ON OR REC	OMPLETION	ON REF	PORT AND	LOG*		N/A		
la. TYPE OF WELL:		IL G,	S DRY		Other			7. UNIT AGREEN	MENT NAM	Æ
b. TYPE OF COMPLETI NEW			UG DIFF.	_				Drunkar	ds Was	h UTU-67921X
WELL Z			CK RESV	R. ∐ ြ	Other	* 1777		8. FARM OR LEA	ASE NAME	,
2. NAME OF OPERATOR	R			- U	JH IUL			USA		
	Phillips	Petroleum	Company		Samuel Contract	, x .	And the language	9. WELL NO.		
3. ADDRESS OF OPERA	TOR						- · · · · · · · · · · · · · · · · · · ·	07-471		
6825 S.	5300 W. P.O	. Box 851 P	rice, Utah	84501	(435)613	9777	L	10. FIELD AND F	POOL, OR	WILDCAT
4. LOCATION OF WELL At surface	. (Report location clearly an			its)	PER	100		Drunka	rds Wa	ish
At top prod. interve		201' FNL, 226	1' FWL	address of the	EXPI	RED	_	11. SEC., T., R., N OR AREA	1., OR BLO	OCK AND SURVEY
At total depth	ar reported below				ON 12-	07-0	2		07 T14	S,R09E,SLB&M
At total depui			[14 P	ERMIT NO.		DATE	SSUED A	12. COUNTY	07,114	13. STATE
				-007-307	756 2/14/0	DATE:	E DEL	Carbon		UTAH
15. DATE SPUDDED	16. DATE T.D. REA		DATE COMPL.	(Ready to	130		B, RT, GR, ETC.)	Curoun	19. ELI	EV. CASINGHEAD
10/15/01	10/17/01		11/7/01			39' GR			<u> </u>	N/A
20. TOTAL DEPTH, MD	& TVD 21. P.	LUG BACK T.D., MD	& TVD		ULTIPLE COMPL., / MANY	. A	23. INTERVA DRILLED		ary tool 'D	S CABLE TOOLS
3440'	VAL(S), OF THIS COMPL	3399' ETIONTOP, BOTTO	M. NAME (MD O	R TVD)	N/	A		->	12'	5. WAS
										DIRECTIONAL SUR-VENTONADE
at minning named 131	Top Coal 2935'			1		27. WAS W	ELL CORED			
Dual Induct.L	aterolog, CBL, S	g / pect.Litho Dei	is.Comp.Ne	ut.GR le	og		1	No		
28.					RD (Report all strir		<u> </u>			
CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (M	D) HOL	E SIZE			EMENT RECORD			AMOUNT PULLED
12-3/4"	Conductor PE	14'	1	15"	150 sksG+2					
8-5/8"	JS5 24#	355'	1	1"				4,1/4#/skD20,	2%S1	
5-1/2"	N80 17#	3399'	7-	7/8"	85 sks10-1	RFC (t	hixotropic)			
					<u></u>	30.		TI IDDIO DEG	OPP	·
29.		RECORD	T CACKE O	ENGENIT I	SCREEN (MD)	SIZE		TUBING RECO		PACKER SET
SIZE	TOP (MD)	BOTTOM (MD)	SACKS CI	EMENT	SCREEN (WID)	2-7		3235	<u>'</u> ——	PACKER SET
			 			2-1		3233		
21 DEDEOD ATION DECC	ORD (Interval size and mu	+hor)			32.	Δ.	ID SHOT FRAC	TURE, CEMENT S	SOUFFZE	FTC
Ferron Coal:	NOT TIME VIO NIZE TIME IMO	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		}	DEPTH INTERV			OUNT AND KIND O		
Upper: 2935'-293	8', 2948', 2951', 296	60'-2963', 2968'-	2971',	<u> </u>						··
2974', 2977', 298 Middle: 3024'-30	:5'-2993' 329', 3050'-3053', 3(4spf .88" -3077'.		Upper: 2935'- Middle 3024'-					5767 gal fluid 28,393 gal fluid
3081'-3084'	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	4spf .88"	ļ.	Lower 3113'-3			0#, 16/30, 0 g a		
Lower: 3113'-31	16', 3133' -3138 '		4spf .88"	Ľ						
	, , , .		1	_1	PRODUCTION		<u>L</u>			
DATE FIRST PRODUCTI	ON PRODUCTION	ON METHOD (Flowing	, gas lift, pumping-	size and typ	e of pump)					ATUS (Producing or
11/30/01	Pump	ing 2-1/2x2x	16 RWAC						shut-in)	Producing
DATE OF TEST	HOURS TESTED	CHOKE SIZE N/A	PROD'N. F TEST PER		OILBBL.	1	MCF.	WATERBBL.		GAS-OIL RATIO
11/30/01	24 CASING PRESSURE	CALCULATED	OILBBL		N/A GASMCF	42	WATER	419 BBI	OII GRA	N/A VITI - APL(CORR.)
FLOW. TUBING PRESS.	35	24-HOUR RATE	N/		42	•	419			NOV
35 34. DISPOSITION OF GA	S (Sold, used for fuel, venter SOLD		1 11/	41	TEST WITNE	SSED BY	1 717			
	SOLD		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			Jerry H.	Dietz			
35. LIST OF ATTACHME	NTS			y	*y 1000 p					
36 I hereby certify that the	foregoing and attached info	rmation is complete and	correct as determi	ned from all a	vailable records	-			<u> </u>	
SIGNED Jean Sem	borski 1	/ /	1.	т	TILE Permit A	nalyst		DAI	E ₩	I31 ₽FNTI <u>N</u>

WELL NUMBER: USA 07-471

ARKERS		PTH TRUE VERT. DEPTH						
GEOLOGIC MARKERS	TOP	MEAS.DEPTH	2755'	3270'	2926'		 	
38. GE		NAME	Blue Gate Bentonite	Tununk Shale	Ferron Sandston		 	
37 SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof, cored intervals; and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):	DESCRIPTION, CONTENTS, ETC.	Coals and Sandstones	Coal Interval: 2936'-3138'			-		
mportant zones of p cushion used, time	BOTTOM	3138'					 	
S ZONES: (Show all steed) queen depth interval tested.	TOP	2936'					 	
37 SUMMARY OF POROU drill-stem, tests, including recoveries):	FORMATION	Ferron						



Re:

Notice of Address Change, Merger and Name Change

Address Change effective December 2, 2002

Merger and Name Change effective December 31, 2002

36 on Persaid Cr. S.A. 200

Divisions of Oil, Gas, and Mining

Attn: Mr. John Baza

1594 West North Temple,

Suite 1210, P. O. Box 145801

Salt Lake City, UT 84114-5801

Gentlemen:

- Effective December 2, 2002, Phillips Petroleum Company will close its Englewood, Colorado Rocky Mountain Region office. After that time, all correspondence, notices and invoice for Land related matters should be directed to the address(es) noted below. Note that until December 31, 2002, all properties in which Phillips held an interest will continue to be operated by Phillips Petroleum Company, a wholly-owned subsidiary of ConocoPhillips.
- 2. On December 31, 2002, Phillips Petroleum Company and Conoco Inc. will merge, and the surviving corporation will be renamed "ConocoPhillips Company".

In accordance with the notice provisions of the Operating Agreements and other agreements, if any, between our companies, please adjust your company/organization records, effective for address purposes as of December 2, 2002, and for company name purposes, as of January 1, 2003, to reflect the following information for addressing and delivery of notices, invoicing and payment, and communications with ConocoPhillips Company. This will also apply to Lease Sale notices and other lease-related correspondence and notifications.

U.S. Mail Address:

ConocoPhillips Company P.O. Box 2197 Houston, Texas 77252 Attn: Chief Landman, San Juan/Rockies

Physical Address & Overnight Delivery:

ConocoPhillips Company 550 Westlake Park Blvd. Three Westlake Park 3WL, Room WL 9000 Houston, Texas 77079 Attn: Chief Landman, San Juan/Rockies

All ballots and official notices/responses sent by facsimile transmission should be sent to the following contact:

Attn: Chief Landman, San Juan/Rockies

Fax No.: 832-486-2688 or

832-486-2687

Please contact the undersigned immediately if you have any questions. This notice does not apply to royalty inquiries, joint interest billings, or revenue remittances. Please continue to use the same addresses you are currently using for these matters Weilian Dainbai

RECLIVED

DEC 0 2 2002

DIVISION OF OIL, GAS AND MINING

		STATE OF UTAH DEPARTMENT OF NATURAL RESOU	Done	FORIVI 9	
		5. LEASE DESIGNATION AND SERIAL NUMBER:			
	SUNDR	S ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do	not use this form for proposals to dril drill horizontal	I new wells, significantly deepen existing wells below cur I laterals. Use APPLICATION FOR PERMIT TO DRILL 1	rrent bottom-hole depth, reenter plugged wells, or to form for such proposals.	7. UNIT or CA AGREEMENT NAME:	
1. T	YPE OF WELL OIL WELL	GAS WELL OTHER	All	8. WELL NAME and NUMBER: See Attached List	
	AME OF OPERATOR: nillips Petroleum Comp	any		9. API NUMBER: See List	
3. A	DDRESS OF OPERATOR:		PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:	
	O Plaza Office CCATION OF WELL	Bartlesville STATE OK ZIP	74004 (918) 661-4415	<u></u>	
F	OOTAGES AT SURFACE: See /	Attached List		COUNTY:	
Q	TR/QTR, SECTION, TOWNSHIP, RA	NGE, MERIDIAN:		STATE: UTAH	
11.	CHECK APF	PROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPO	RT, OR OTHER DATA	
	TYPE OF SUBMISSION		TYPE OF ACTION		
	NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION	
	(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL	
	Approximate date work will start:	CASING REPAIR	MEW CONSTRUCTION	TEMPORARILY ABANDON	
		CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR	
[. Z		CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE	
	SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL	
	Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF	
		COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	OTHER:	
		CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION		
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Conoco Inc. was merged into Phillips Petroleum Company, the surviving corporation, on December 31, 2002. In connection with this merger and effective on the same date, the name of the surviving corporation was changed to "ConocoPhillips Company". We are requesting that a new Operator Number be assigned to ConocoPhillips Company. Please send production reporting forms to Herb Henderson at ConocoPhillips Company, 315 S. Johnstone, 980 Plaza Office, Bartlesville, OK 74004. Herb's phone number is 918-661-4415.					
Cu	rrent Operator		New Operator		
	illips Petroleum Comp	any	ConocoPhillips Company	RECEIVED	
	24 M		Walanda Page	444	
	The Confi		ge and is ex	JAN 0 8 2003	
Ste	eve de Albuque que		Yolanda Perez	DIV. OF OIL, GAS & MINING	
	VV			5 6. 6.1. 6. 1	
NAM	E (PLEASE PRINT) Yolanda	Perez	TITLE Sr. Regulatory Ar	nalyst	
	iature <u>Yoland</u>	la linez	DATE 12/30/2002		

(This space for State use only)



SECRETARY'S CERTIFICATE

I, the undersigned, Jennifer M. Garcia, Assistant Secretary of ConocoPhillips Company, formerly Phillips Petroleum Company, organized and existing under and by virtue of the laws of the State of Delaware (the "Corporation"), hereby certify that:

- 1. As Assistant Secretary I am authorized to execute this certificate on behalf of the Corporation.
- 2. The attached photocopy of the Certificate of Amendment to the Restated Certificate of Incorporation of Phillips Petroleum Company (to be renamed ConocoPhillips Company) is a true and correct copy as filed in the office of the Secretary of State of Delaware on the 12th day of December 2002, with an effective date of January 1, 2003 and such Certificate of Amendment has not been modified, amended, rescinded or revoked and is in full force and effect as of the date hereof.
- 3. The attached photocopy of the Certificate of Merger of Conoco Inc. with and into ConocoPhillips Company is a true and correct copy as filed in the office of the Secretary of State of Delaware on the 12th day of December 2002, with an effective date of December 31, 2002 and such Certificate of Merger has not been modified, amended, rescinded or revoked and is in full force and effect as of the date hereof.

IN WITNESS WHEREOF, I have hereunto set my hand as Assistant Secretary and affixed the corporate seal of the Corporation this 7th day of January 2003.

Assistant-Secretary nocoPhillips Company

STATE OF TEXAS

Ş

COUNTY OF HARRIS

8

This instrument was acknowledged before me on January 7, 2003, by Jennifer M. Garcia, Assistant Secretary of ConocoPhillips Company, a Delaware corporation, on behalf of said Corporation.

RECEIVED

JAN n 8 2003

DIV. OF OIL, GAS & MINING



PAGE 1

The First State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "PHILLIPS PETROLEUM COMPANY", CHANGING ITS NAME FROM "PHILLIPS PETROLEUM COMPANY" TO "CONOCOPHILLIPS COMPANY", FILED IN THIS OFFICE ON THE TWELFTH DAY OF DECEMBER, A.D. 2002, AT 1:41 O'CLOCK P.M.

AND I DO HEREBY FURTHER CERTIFY THAT THE EFFECTIVE DATE OF THE AFORESAID CERTIFICATE OF AMENDMENT IS THE THIRTY-FIRST DAY OF DECEMBER, A.D. 2002, AT 11 O'CLOCK P.M.

JAN 0 8 2003

DIV. OF OIL, GAS & MINING

Harriet Smith Windsor, Secretary of State

AUTHENTICATION: 2183360

DATE: 01-02-03

0064324 8100

030002793

CERTIFICATE OF AMENDMENT

to the

RESTATED CERTIFICATE OF INCORPORATION

of

PHILLIPS PETROLEUM COMPANY (to be renamed ConocoPhillips Company)

Phillips Petroleum Company ("Phillips"), a corporation organized and existing under the General Corporation Law of the State of Delaware (the "DGCL"), hereby certifies that:

- 1. The amendments to Phillips' Restated Certificate of Incorporation set forth below were duly adopted in accordance with the provisions of Section 242 of the DGCL and have been consented to in writing by the sole stockholder of Phillips in accordance with Section 228 of the DGCL.
- 2. Phillips' Restated Certificate of Incorporation is hereby amended by deleting Article I thereof and replacing in lieu thereof a new Article I reading in its entirety as follows:

"The name of the corporation (which is hereinafter referred to as the "Corporation") is ConocoPhillips Company."

- 3. Phillips' Restated Certificate of Incorporation is hereby amended by deleting Section 1 of Article IV thereof and replacing in lieu thereof a new Section 1 reading in its entirety as follows:
 - "Section 1. The Corporation shall be authorized to issue 2,100 shares of capital stock, of which 2,100 shares shall be shares of Common Stock, \$.01 par value ("Common Stock")."
- 4. Pursuant to Section 103(d) of the DGCL, this amendment will become effective at 11:00 p.m., Eastern time, on December 31, 2002.

RECEIVED

JAN 0 8 2003

HOU03;884504,1

IN WITNESS WHEREOF, Phillips has caused this certificate to be executed this 12th day of December, 2002.

PHILLIPS PETROLEUM COMPANY

Rick A. Harrington Name:

Senior Vice President, Legal, and General Counsel Title:

RECEIVED JAN 0 8 2003

DIV. OF OIL, GAS & MINING

HQU03:884504.1



PAGE :

The First State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF MERGER, WHICH MERGES:

"CONOCO INC.", A DELAWARE CORPORATION,

WITH AND INTO "CONOCOPHILLIPS COMPANY" UNDER THE NAME OF "CONOCOPHILLIPS COMPANY", A CORPORATION ORGANIZED AND EXISTING UNDER THE LAWS OF THE STATE OF DELAWARE, AS RECEIVED AND FILED IN THIS OFFICE THE TWELFTH DAY OF DECEMBER, A.D. 2002, AT 1:44 O'CLOCK P.M.

AND I DO HEREBY FURTHER CERTIFY THAT THE EFFECTIVE DATE OF THE AFORESAID CERTIFICATE OF MERGER IS THE THIRTY-FIRST DAY OF DECEMBER, A.D. 2002, AT 11:59 O'CLOCK P.M.

JAN 0 8 2003

DIV. OF OIL, GAS & MINING



Harriet Smith Windsor, Secretary of State

AUTHENTICATION: 2183370

DATE: 01-02-03

0064324 8100M

030002793

(THU) | 2. | 12' | 02 | 13:35/ST. | 13:540 OF DELAWARE DIVISION OF COMPORATIONS FILED 01:44 PM 12/12/2002 020763253 - 0064324

CERTIFICATE OF MERGER

of

Conoco Inc.
(a Delaware corporation)

with and into

ConocoPhillips Company (a Delaware corporation)

Phillips Petroleum Company, a Delaware corporation to be renamed ConocoPhillips Company prior to the effective time of this certificate of merger (the "Surviving Corporation"), in compliance with the requirements of the General Corporation Law of the State of Delaware (the "DGCL") and desiring to effect a merger of Conoco Inc., a Delaware corporation formerly incorporated under the name Du Pont Holdings, Inc. (the "Merging Corporation," and together with the Surviving Corporation, the "Constituent Corporations"), with and into the Surviving Corporation, and acting by its duly authorized officer, DOES HEREBY CERTIFY that:

First: As of the date hereof, the name and state of incorporation of each of the Constituent Corporations of the merger are as follows:

NAME

STATE OF INCORPORATION

PHILLIPS PETROLEUM COMPANY

Delaware

CONOCO INC.

Delaware

Second: An agreement and plan of merger has been approved, adopted, certified, executed and acknowledged by each of the Constituent Corporations in accordance with the requirements of Section 251 of the DGCL;

Third: The name of the Surviving Corporation will be ConocoPhillips Company;

Fourth: The Certificate of Incorporation of ConocoPhillips Company immediately prior to the merger shall be the Certificate of Incorporation of the Surviving Corporation until such time as it may be amended in accordance with applicable law and the provisions thereof;

Fifth: The executed agreement and plan of merger is on file at an office of the Surviving Corporation, the address of which is 600 North Dairy Ashford, Houston, Texas 77079;

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JAN n 8 2003

Sixth: A copy of the agreement and plan of merger will be furnished by the Surviving Corporation, on request and without cost, to any stockholder of any Constituent Corporation; and

Seventh: Pursuant to Section 103(d) of the DGCL, this certificate of merger will become effective at 11:59 p.m., Eastern time, on December 31, 2002.

Dated: December 12, 2002

PHILLIPS PETROLEUM COMPANY

(a Delaware corporation)

By:___

Name: Kick A. Harrington

Title: Senior Vice President, Legal,

and General Counsel

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JAN 0 8 2003

DIV. OF OIL, GAS & MINING

STATE OF UTAH DEPARTMENT OF COMMERCE REGISTRATION

CONOCOPHILLIPS COMPANY

EFFECTIVE 06/14/1946

EXPIRATION *RENEWAL

REFERENCE NUMBER(S). CLASSIFICATION(S) & DETAIL(S)

oration - Foreign - Profit 562960-0143

UNITED STATES CORP CO
CONOCOPHILLIPS COMPANY
GATEWAY TOWER EAST STE 900
10 EAST SOUTH TEMPLE
SLC UT 84133

JAN 0 8 2003

DIV. OF OIL, GAS & MINING

STATE OF UTAH DEPARTMENT OF COMMERCE DIVISION OF CORPORATIONS & COMMERCIAL CODE

REGISTRATION

EFFECTIVE DATE:

06/14/1946

EXPIRATION DATE:

*RENEWAL

ISSUED TO:

CONOCOPHILLIPS COMPANY



REFERENCE NUMBER(S), CLASSIFICATION(S) & DETAIL(S)

562960-0143

Corporation - Foreign - Profit

*RENEWAL

You will need to renew your registration each anniversary date of the effective date. Exceptions: DBAs and Business Trusts renew every three (3) years from the effective date.



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API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30887-00-00	ANDREEN 32-529	Gas Well	APD	32	14		10	
43-007-30865-00-00	COTNER 29-549	Gas Well	APD	29	14	S	10	Е
43-007-30837-00-00	DALLIN 32-615	Gas Well	APD	32	13	S	9	Е
43-047-34551-00-00	FED 43-24-3 #1	Gas Well	APD	24	10	S	17	Ε
43-047-33982-00-00	FEDERAL 12-17 #1	Gas Well	APD	17	10	S	18	E
43-047-34471-00-00	FEDERAL 12-29-7 1	Gas Well	APD	29	9	S	19	
43-047-34472-00-00	FEDERAL 31-31-6 1	Gas Well	APD	31	9	S	19	Е
43-007-30864-00-00	MCKENDRICK 29-548	Gas Well	APD	29	14	S	10	E
43-015-30512-00-00	PPCO 19-379	Gas Well	APD	19	16	S	9	E
43-015-30515-00-00	PPCO 24-562	Gas Well	APD	24	16		8	E
43-015-30548-00-00	PPCO 30-605	Gas Well	APD	30	16	S	9	E
43-007-30888-00-00	PRICE 32-438	Gas Well	APD	32	14	S	10	E
43-007-30813-00-00	RITZAKIS 33-514	Gas Well	APD	33	13	s	9	
43-007-30766-00-00	RITZAKIS 33-516	Gas Well	APD	33	13		9	
43-007-30838-00-00	ROWLEY 32-616	Gas Well	APD	32	13	S	9	
43-007-30863-00-00	SCHMIDT 29-531	Gas Well	APD	29	14	S	10	
43-007-30797-00-00	SEELY 15-498	Gas Well	APD	15	14		8	
43-007-30798-00-00	SEELY 15-499	Gas Well	APD	15	14		8	
43-007-30799-00-00	SEELY 15-500		APD	15	14		8	E
43-007-30796-00-00			APD	22	14		8	ΕÍ
43-007-30801-00-00	SEELY 22-502	Gas Well	APD	22	14		8	E
43-007-30802-00-00	SEELY 22-503	Gas Well	APD	22	14		8	E
43-007-30711-00-00	USA 09-452	Gas Well	APD	9	15		8	
43-015-30351-00-00	USA 11-313	Gas Well	APD	11	16		9	
43-015-30398-00-00		Gas Well	APD	12	16		9	
43-015-30409-00-00		Gas Well	APD	12	16		9	E
43-007-30805-00-00		Gas Well	APD	14	14		8	E
43-007-30806-00-00		Gas Well	APD	14	14		8	
43-007-30676-00-00	USA 15-421	Gas Well	APD	15	15		8	ΕÏ
43-015-30417-00-00	USA 21-427	Gas Well	APD	21	16		9	E
43-015-30416-00-00	USA 21-428	Gas Well	APD	21	16		9	
43-015-30415-00-00	USA 21-429		APD	21	16		9	
43-007-30515-00-00	USA 31-309		APD	31	15	S	10	
43-007-30835-00-00	USA 33-515	Gas Well	APD	33	13	S	9	
43-007-30836-00-00	USA 33-624		APD	33	13		9	
43-007-30803-00-00	USA 34-518		APD	34	14		8	E
43-007-30478-00-00	UTAH 05-224		APD	5	15		9	
43-015-30411-00-00	UTAH 16-365	Gas Well	APD	16	16	s	9	E
43-015-30412-00-00	UTAH 16-366	Gas Well	APD	16	16		9	
43-015-30413-00-00	UTAH 16-430		APD	16	16		9	
43-015-30299-00-00	UTAH 18-374	Gas Well	APD	18	16	S	9	
43-015-30420-00-00	UTAH 19-377	Gas Well	APD	19	16		9	E
43-015-30492-00-00	UTAH 19-378		APD	19	16	S	9	E
43-007-30891-00-00			APD	19	14	S	10	E
43-015-30414-00-00	UTAH 20-381		APD	20	16		9	
43-015-30421-00-00			APD	20	16	S	9	
43-015-30518-00-00			APD	25	16		8	
43-015-30539-00-00			APD	25	16		8	
43-015-30540-00-00			APD	25	16		8	
43-007-30817-00-00			APD	25	13		9	
43-015-30543-00-00			APD	26	16		8	
43-015-30547-00-00			APD	29	16		9	
43-007-30889-00-00			APD	32	14		10	
43-007-30814-00-00			APD	35	13		9	
12 22. 333.7 33 30		-uo 110#	· · · -	55	.0		<u> </u>	



API Well Number	Well Name	Well Type	Well Status	Sec	ngwT	bawT	Rngn	Rnad
43-047-33750-00-00		Gas Well	P	29		s ·	19	
43-007-30782-00-00		Gas Well	P	26	15		8	
	GIACOLETTO 11-113	Gas Well	Р	11	14		9	
	GIACOLETTO 13-120	Gas Well	P	13	14		9	E
	GIACOLETTO 14-121	Gas Well	Р	14	14			Е
	HELPER & ASSOC 07-307	Gas Well	P	7	15		9	
	HELPER & ASSOC 18-236	Gas Well	P	18	15		9	
	HELPER & ASSOC 18-308	Gas Well	P	18	15		9	E
	HELPER & ASSOC 8-232	Gas Well	P	8	15		9	
	HELPER & ASSOCIATES 7-84	Gas Well	P	7	15		9	
43-007-30588-00-00		Gas Well	P	16	15		10	
	KAKATSIDES 31-197	Gas Well	P	31	14		9	
43-007-30296-00-00		Gas Well	Р	17	15		10	
43-007-30323-00-00		Gas Well	Р	16	14			E
	PETES WASH 23-12 #1	Gas Well	P	12	10		17	
43-007-30748-00-00	L	Gas Well	P	25	15			E
43-007-30749-00-00		Gas Well	P	25	15			Ε
43-007-30754-00-00		Gas Well	P	26	15		8	E
43-007-30755-00-00		Gas Well	Р	26	15			E
43-007-30745-00-00		Gas Well	P	26	15			E
	PINNACLE PEAK 19-171	Gas Well	P	19	14			E
43-007-30845-00-00		Gas Well	Р	10	15			E
43-007-30282-00-00		Gas Well	P	19	15		10	
43-007-30282-00-00		Gas Well	Р	19	15		10	
43-007-30266-00-00		Gas Well	P	30	15		10	
43-015-30279-00-00		Gas Well	P	10	16		8	
43-015-30494-00-00		Gas Well	P	15	16		8	
	PRETTYMAN 10-15-34	Gas Well	P	10	14			E
	PRETTYMAN 11-114	Gas Well	P	11	14		9	
43-007-30653-00-00		Gas Well	P	21	15		9	
43-007-30743-00-00		Gas Well	P	21	15		9	
43-007-30747-00-00		Gas Well	P	25	15		8	
43-007-30559-00-00		Gas Well	P	28	15		9	E
43-007-30518-00-00		Gas Well	P	28	15			E
43-007-30509-00-00		Gas Well	P	3	14		9	
43-007-30473-00-00			Р	5	14		9	
43-007-30474-00-00	l , - · · · · · · · · · · · · · · · · · ·	Gas Well	P	5	14		9	
43-007-30475-00-00		I	Р	8	14		9	Е
43-007-30479-00-00	l	Gas Well	Р	8	14	s	9	E
43-007-30476-00-00		Gas Well	Р	8	14		9	
<u> </u>	ROBERTSON 32-127	Gas Well	Р	32	14		10	
43-007-30610-00-00		Gas Well	Р	16	15		10	
43-007-30723-00-00		Gas Well	P	16	15		10	
43-007-30765-00-00		Gas Well	Р	16	15		10	
43-007-30800-00-00		Gas Well	P	22	14		8	
43-007-30130-00-00		Gas Well	P	25	14		9	
43-007-30142-00-00		Gas Well	P	36	14		9	Ē
	STELLA-HAMAKER 10-174	Gas Well	P	10	15		8	E
43-007-30746-00-00		Gas Well	P	23	15		8	
43-007-30719-00-00		Gas Well	P	15	14		9	
43-007-30319-00-00		Gas Well	P	16	14		9	
43-007-30322-00-00		Gas Well	P	19	14		9	E
43-007-30300-00-00		Gas Well	P	19	14		9	
43-007-30327-00-00			P	20			9	
1-10-001-000E1-00-00	LLU 110 LU - 10 L	JUG VVOII	1'		, T	·		-





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API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30631-00-00	USA 13-419	Gas Well	Р	13	15	S		Ε
43-007-30707-00-00	USA 13-447	Gas Well	Р	13	14	S		Е
43-007-30706-00-00	USA 13-470	Gas Well	Р	13	14	S	8	Ε
43-007-30789-00-00	USA 13-474	Gas Well	Р	13	14	S	8	E
43-007-30790-00-00	USA 13-475	Gas Well	P	13	14	S		E
43-007-30568-00-00	USA 13-91	Gas Well	Р	13	14	S	9	Ε
43-007-30404-00-00	USA 14-122	Gas Well	P	14	14	S		E
43-015-30418-00-00	USA 1-425	Gas Well	Р	1	16	S	9	E
43-007-30579-00-00	USA 14-325	Gas Well	Р	14	15	S	8	Е
43-007-30634-00-00	USA 14-386	Gas Well	P .	14	15	S	8	E
43-007-30646-00-00	USA 14-416	Gas Well	Р	14	15	S	8	E E
43-007-30647-00-00	USA 14-417	Gas Well	Р	14	15	S	8	E
43-007-30791-00-00	USA 14-476	Gas Well	Р	14	14	S	8	E
43-007-30792-00-00	USA 14-477	Gas Well	Р	14	14	S	8	E
43-007-30529-00-00	USA 14-74	Gas Well	Р	14	14		9	E
43-007-30263-00-00	USA 14-75	Gas Well	Р	14	14	S	9	E i
43-007-30450-00-00	USA 15-176	Gas Well	Р	15	14	S	9	
43-007-30423-00-00	USA 15-177	Gas Well	Р	15	14	s	9	
43-007-30690-00-00	USA 15-420	Gas Well	P	15	15		8	
43-007-30691-00-00	USA 15-422	Gas Well	Р	15	15		8	
43-007-30264-00-00		Gas Well	Р	15	14		9	E
43-007-30422-00-00		Gas Well	Р	17	14		9	
43-007-30622-00-00		Gas Well	Р	17	14		9	E
43-007-30618-00-00		Gas Well	Р	18	14		9	
43-007-30417-00-00		Gas Well	Р	18	14		9	
43-007-30619-00-00		Gas Well	P	18	14		9	
43-007-30393-00-00		Gas Well	P	19	15		10	
43-007-30392-00-00		Gas Well	P	19	15		ي 10	
43-007-30448-00-00		Gas Well	Р	20	15		10	
43-007-30451-00-00		Gas Well	Р	20	15		10	
43-007-30590-00-00		Gas Well	P	20	15		10	
43-007-30591-00-00		Gas Well	P	20	15		10	
43-007-30424-00-00		Gas Well	P	21	14		9	E
43-007-30425-00-00		Gas Well	P	21	14		9	
43-007-30426-00-00		Gas Well	Р	22	14		9	
43-007-30477-00-00	·		Р	22	14		9	
43-007-30700-00-00		Gas Well	Р	22	15		8	
43-007-30611-00-00	· · · · · · · · · · · · · · · · · · ·		Р	23	14		8	
43-007-30650-00-00			P	23	15		8	
43-007-30704-00-00			P	23	15		8	
43-007-30503-00-00			P	23	15		8	
			P	23	14		8	
43-007-30794-00-00			P	23	14		8	
43-007-30795-00-00			P	23	14		8	
43-007-30469-00-00			P	24	14		8	
43-007-30612-00-00			P	24	14		8	
43-007-30613-00-00			P	24	14		8	
43-007-30651-00-00			P	24	15		8	
			P	24	15		8	
43-007-30708-00-00			P	24	14		8	
43-007-30652-00-00			Р	24	15		8	
43-007-30705-00-00			P	24	15		8	
43-007-30705-00-00			P	25	15		8	
43-007-30503-00-00			P	26	14		8	
	00/120-000	Cas VV CII	<u> </u>	20	14		9	



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API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30430-00-00	UTAH 06-223	Gas Well	Р	6	15	S		E
43-007-30562-00-00	UTAH 06-330	Gas Well	Р	6	15	S		E
43-007-30716-00-00	UTAH 06-483	Gas Well	Р	6	15	S	9	E
43-007-30409-00-00	UTAH 07-234	Gas Well	Р	7	15	S	9	
43-007-30421-00-00	UTAH 07-235	Gas Well	Р	7	15	S	9	Е
43-007-30411-00-00	UTAH 08-231	Gas Well	Р	8	15	S	9	E
43-007-30488-00-00	UTAH 08-233	Gas Well	Р	8	15	S	9	E
43-015-30464-00-00	UTAH 08-354	Gas Well	Р	8	16	S		Е
43-015-30378-00-00	UTAH 08-355	Gas Well	P	8	16		9	E
43-015-30379-00-00	UTAH 08-356	Gas Well	Р	8	16	S	9	E E
43-015-30380-00-00	UTAH 08-357	Gas Well	Р	8	16	S	9	E
43-007-30449-00-00	UTAH 09-227	Gas Well	Р	9	15	S	9	E
43-007-30561-00-00	UTAH 09-329	Gas Well	Р	9	15	S	9	E
43-015-30300-00-00	UTAH 09-358	Gas Well	Р	9	16	S	9	E
43-015-30407-00-00	UTAH 09-359	Gas Well	Р	9	16	S	9	E
43-015-30397-00-00	UTAH 09-360	Gas Well	Р	9	16	S	9	E
43-015-30408-00-00	UTAH 09-361	Gas Well	Р	9	16	S	9	E
43-007-30580-00-00	UTAH 09-412	Gas Well	Р	9	15	S	10	Ē
43-007-30605-00-00	UTAH 09-413	Gas Well	Р	9	15	s	10	E
43-007-30657-00-00		Gas Well	Р	9	15	S	10	E
43-007-30722-00-00	UTAH 09-453	Gas Well	Р	9	15	S	10	E
43-007-30302-00-00			Р	10	15		9	
43-007-30298-00-00		Gas Well	Р	10	15		9	
43-007-30432-00-00			Р	10	15		9	
43-007-30303-00-00			Р	10	15		9	
43-007-30228-00-00		Gas Well	Р	11	15		9	
43-007-30229-00-00		Gas Well	Р	11	15		9	
43-007-30230-00-00	······································	Gas Well	Р	11	15		9	
43-007-30231-00-00		Gas Well	Р	11	15		9	
43-007-30467-00-00		Gas Well	Р	1	15		8	E
43-007-30210-00-00		Gas Well	Р	12	15	s		E
43-007-30232-00-00	UTAH 12-54	Gas Well	P	12	15	S	9	E
43-007-30233-00-00		Gas Well	Р	12	15		9	E
43-007-30234-00-00			Р	12	15	s	9	E
43-015-30493-00-00	UTAH 13-376		P	13	16		8	E
43-015-30301-00-00	UTAH 13-550	Gas Well	Р	13	16	S	8	E
43-007-30243-00-00			P	13	15	S	9	E
43-007-30244-00-00	UTAH 13-66	Gas Well	Р	13	15	S	9	E
43-007-30245-00-00	UTAH 13-67	Gas Well	P	13	15	S	9	E
43-007-30246-00-00	UTAH 13-68	Gas Well	P	13	15	S	9	E
43-007-30439-00-00			Р	13	14		9	Εĺ
43-007-30220-00-00	UTAH 1-42	Gas Well	Р	1	15	S	9	E
43-007-30221-00-00	UTAH 1-43		Р	1	15	s	9	E
43-007-30222-00-00			P	1	15		9	
43-007-30223-00-00	UTAH 1-45		Р	1	15	S	9	Ε
43-015-30330-00-00			Р	14	16	S	8	E
43-015-30331-00-00			Р	14	16		8	E
43-007-30239-00-00			Р	14	15		9	
43-007-30240-00-00			P	14	15		9	
43-007-30241-00-00			P	14	15		9	
43-007-30242-00-00			P	14	15		9	
43-015-30334-00-00			P	15	16		8	
43-007-30416-00-00			P	17	15		10	
43-007-30277-00-00			P	17	15		10	
		240 11011			. 5			



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API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30255-00-00		Gas Well	Р	24	15		9	E
43-007-30256-00-00	UTAH 24-81	Gas Well	Р	24	15	S	9	E
43-007-30267-00-00	UTAH 24-86	Gas Well	Р	24	15	S	9	Ē
43-007-30375-00-00	UTAH 24-87	Gas Well	Р	24	15	S	9	E
43-007-30227-00-00	UTAH 2-49	Gas Well	Р	2	15		9	Ε
43-007-30157-00-00		Gas Well	Р	25	14		9	Е
43-007-30399-00-00		Gas Well	Р	25	15		9	E
43-007-30400-00-00		Gas Well	Р	25	15			E
43-007-30401-00-00		Gas Well	Р	25	15		9	
43-007-30402-00-00		Gas Well	Р	25	15		9	
43-007-30600-00-00		Gas Well	Р	25	14		8	
43-007-30599-00-00		Gas Well	Р	25	14			E
43-007-30658-00-00		Gas Well	Р	25	14		8	E
43-007-30602-00-00		Gas Well	P	25	14			E
43-007-30206-00-00		Gas Well	Р	25	14		9	Ē
43-015-30519-00-00		Gas Well	P	25	16	S		E
43-007-30156-00-00		Gas Well	P	25	14		9	
43-007-30204-00-00		Gas Well	P	26	14		9	
43-007-30205-00-00		Gas Well	P	26	14			E
43-007-30181-00-00		Gas Well	P	26	14		9	
43-007-30446-00-00		Gas Well	P	26	15		9	
43-007-30445-00-00		Gas Well	P	26	15		9	
43-007-30444-00-00			P	26	15		9	
43-007-30514-00-00		Gas Well	P	26	15		9	
43-015-30541-00-00			P	26	16		8	
43-015-30542-00-00			<u>'</u> P	26	16		8	
43-015-30544-00-00			P	26	16		8	
43-007-30202-00-00			P	26	14		9	
43-007-30395-00-00			<u>'</u> P	27	14		9	
43-007-30292-00-00			P	27	14		9	=
43-007-30457-00-00		Gas Well	<u> </u>	27	15		9	
43-007-30458-00-00			<u>'</u>	27	15		9	
43-007-30712-00-00	·		P	27	14		8	
43-007-30714-00-00			P	27	14		8	
43-007-30777-00-00			P	27	14		8	
43-015-30545-00-00			P	27	16		8	
43-007-30193-00-00			P	27	14		9	
43-007-30195-00-00			P		14		9	
43-007-30396-00-00	711		P	2 <u>7</u> 28	14		9	
43-007-30397-00-00			P	28				
43-007-30293-00-00			P		14		9	
	***			28	14		9	
43-007-30551-00-00			P	28	14		9	
			P	28	15		9	
43-007-30560-00-00			P	28	15		9	
43-007-30405-00-00			P	29	14		9 1	
43-007-30427-00-00			P	29	14		9	
43-007-30739-00-00			P	29	15		9 !	
			P	29	15		9 (
43-007-30741-00-00			P	29	15		9	
43-007-30742-00-00			P	29	15		9	
43-007-30262-00-00			P	30	14		10	
43-007-30185-00-00 L			Ρ	30	14		10	
43-007-30265-00-00 L			Ρ _	30	14		9 [
43-007-30344-00-00 L	JTAH 30-196	Gas Well	P	30	14	s L	9 [



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API Well Number	Well Name	Well Type	Well Status					
43-007-30178-00-00	I	Gas Well	Р	36	1		9	E
43-007-30341-00-00	I	Gas Well	Р	36				
43-007-30343-00-00		Gas Well	Р	36	15		9	
43-007-30342-00-00		Gas Well	Р	36				E
43-007-30315-00-00	UTAH 36-162	Gas Well	Р	36				Ε
43-007-30316-00-00	UTAH 36-163	Gas Well	Р	36	14		8	
43-007-30317-00-00		Gas Well	Р	36				Е
43-007-30318-00-00	UTAH 36-165	Gas Well	Р	36	14			
43-007-30144-00-00	UTAH 36-9-5	Gas Well	Р	36		®⇒		Е
43-015-30341-00-00	UTAH 4-280	Gas Well	Р	4	16		9	
43-015-30342-00-00	UTAH 4-282	Gas Well	Р	4	16			E
43-007-30384-00-00	UTAH 5-205	Gas Well	Р	5	15		9	
43-007-30269-00-00	UTAH 5-94	Gas Well	Р	5	15		10	
43-007-30270-00-00		Gas Well	Р	5	15		10	
43-007-30271-00-00	UTAH 5-96	Gas Well	Р	5	15		10	
43-007-30217-00-00	UTAH 6-38	Gas Well	Р	6	15		10	
43-007-30218-00-00	UTAH 6-39	Gas Well	Р	6	15		10	
43-007-30219-00-00	UTAH 6-40	Gas Well	Р	6	15		10	
43-007-30254-00-00			Р	6	15		10	
43-007-30235-00-00		Gas Well	Р	7	15		10	
43-007-30236-00-00			Р	7	15		10	
43-007-30237-00-00		Gas Well	P	- 7	15		10	
43-007-30238-00-00		040	Р	. B.Z	15		10	
43-007-30275-00-00		000	Р	8	15		10	
43-007-30410-00-00			Р	8	15	- 1	9	
43-007-30272-00-00		Gas Well	Р	8	15		10	
43-007-30285-00-00	UTAH 8-98X	Gas Well	Р	8	15	L.	10	
43-007-30274-00-00		Gas Well	Р	8	15		10	E
43-007-30413-00-00	L		Р	9	15		9	
43-007-30414-00-00			Р	9	15	1	9	
43-007-30279-00-00			Р	30	14		10	
			Р	5	15		10	
43-015-30250-00-00	UTAH 16-110	Gas Well	Shut In	16	16	s	9	E



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Eastern States Office 7450 Boston Boulevard Springfield, Virginia 22153

IN REPLY REFER TO 3106.8(932.34)WF

January 16, 2003

NOTICE

ConocoPhillips Company P.O. Box 7500

Bartlesville, Oklahoma 74005

Oil & Gas Leases

Merger/Name Change Recognized

Acceptable evidence was received in this office on January 14, 2003, concerning the change of name of Phillips Petroleum Company to ConocoPhillips Company and the merger of Conoco Incorporated into ConocoPhillips Company on Federal oil and gas leases, with ConocoPhillips Company being the surviving entity.

The Secretary of the State of Delaware certified the effective date of this merger effective December 31, 2002.

The oil and gas lease files identified on the enclosed exhibit have been noted to the merger. The exhibit was compiled from a list of leases obtained from your list of leases. Eastern States has not abstracted the lease files to determine if the entities affected by this merger hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested record title or operating rights interest. We are notifying the Minerals Management Service and all applicable Bureau of Land Management offices of this merger and name change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify other leases in which the merging entity maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

By Operation of law the name of the principal on Nationwide Oil and Gas Bond held by Conoco Incorporated (ES0085) has been changed to ConocoPhillips Company.

If you have any questions, please contact Bill Forbes at 703-440-1536.

5/ Wheat B. Fisher

Wilbert B. Forbes
Land Law Examiner
Branch of Use Authorization
Division of Resources Planning, Use
and Protection

bc: JFO, BLM State Offices, MMS, ES RF, 930 RF, ES-932: Bforbes:wbf:01/16/03:440-1536/ConocoPhillips Co

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH
2. CDW/
3. FILE

Designation of Agent/Operator

Change of Operator (Well Sold)

5. If **NO**, the operator was contacted contacted on:

Operator Name Change

X Merger

The operator of the well(s) listed below has changed, e	effective:	12-31-02					
FROM: (Old Operator):		TO: (New Or	perator):				
PHILLIPS PETROLEUM COMPANY	CONOCOPHILLIPS COMPANY						
Address: 980 PLAZA OFFICE		Address: P O BOX 2197, WL3 4066					
Address of the address		7 Address 1 0 B 0 1 B 1 7 7 7 1 1 1 0 0 0					
BARTLESVILLE, OK 74004		HOUSTON, T	X 77252				
Phone: 1-(918)-661-4415		Phone: 1-(832)					
Account No. N1475		Account No.		· · · · · · · · · · · · · · · · · · ·			
CA No.		Unit:	DRUNKA	RDS WASI			
WELL(S)							
	SEC TWN	API NO	ENTITY	LEASE	WELL	WELL	
NAME	RNG		NO	TYPE	TYPE	STATUS	
USA 03-407	03-14S-09E	43-007-30627	11256	FEDERAL	GW	P	
USA 03-414		43-007-30628		FEDERAL		P	
USA 03-301		43-007-30779		FEDERAL		P	
USA 04-409		43-007-30617		FEDERAL		P	
USA 04-302		43-007-30489		FEDERAL		P	
USA 04-303		43-007-30490		FEDERAL		P	
USA 04-469		43-007-30504		FEDERAL		P	
		43-007-30473		FEE	GW	P	
		43-007-30474		FEE	GW	P	
	05-14S-09E	43-007-30632	11256	FEDERAL	GW	P	
		43-007-30633		FEDERAL		P	
		43-007-30492		FEDERAL		P	
		43-007-30630		FEDERAL		P	
		43-007-30756		FEDERAL		P	
		43-007-30759		FEDERAL		P	
		43-007-30760		FEDERAL		P	
	08-14S-09E	43-007-30475	11256	FEE		P	
RITZAKIS 8-300	08-14S-09E	43-007-30476	11256	FEE	GW	P	
RITZAKIS 8-299	08-14S-09E	43-007-30479	11256	FEE	GW	P	
USA 08-297	08-14S-09E	43-007-30491	11256	FEDERAL	GW	P	
OPERATOR CHANGES DOCUMENTATION Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation was received from the FORMER operator on: 01/08/2003							
 (R649-8-10) Sundry or legal documentation was received from the NEW operator on: 01/08/2003 The new company has been checked through the Department of Commerce, Division of Corporations Database on: 02/03/2003 							
4. Is the new operator registered in the State of Utah:	YES	Business Numb	er:	562960-0143	}		

5. (R649-9-2)Waste Management Plan has been received on: <u>IN PLACE</u>
7. Federal and Indian Lease Wells: The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: 01/14/2003
8. Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on: 01/14/2003
7. Federal and Indian Communization Agreements ("CA"): The BLM or BIA has approved the operator for all wells listed within a CA on: 01/14/2003
0. Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: N/A
DATA ENTRY: . Changes entered in the Oil and Gas Database on: 02/06/2003
2. Changes have been entered on the Monthly Operator Change Spread Sheet on: 02/06/2003
Bond information entered in RBDMS on: N/A
Fee wells attached to bond in RBDMS on: N/A
STATE WELL(S) BOND VERIFICATION: State well(s) covered by Bond Number: 8140-60-24
FEDERAL WELL(S) BOND VERIFICATION: Federal well(s) covered by Bond Number: 8015-16-69
NDIAN WELL(S) BOND VERIFICATION: Indian well(s) covered by Bond Number: N/A
FEE WELL(S) BOND VERIFICATION: . (R649-3-1) The NEW operator of any fee well(s) listed covered by Bond Number 6196922
The FORMER operator has requested a release of liability from their bond on: N/A The Division sent response by letter on: N/A
LEASE INTEREST OWNER NOTIFICATION: (R649-2-10) The FORMER operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: N/A
OMMENTS:

,

FORM 9

STATE OF UTAH

N	R	IG	N	AL	
V	5. Lea	se Desigr	nation a	nd Serial Nu	m

OF OIL, GAS AND M	INING	IRIGINA		2,
,		1 -	rial Num	ber:
AND REPORTS C	N WELLS	6. If Indian, Allottee or Tribe I	Name:	
		N/A		· · · · · · · · · · · · · · · · · · ·
deepen existing wells, or to reenter	plugged and abandoned wells.	· ·		
TO DRILL OR DEEPEN form for suc	ch proposals.		<u>runka</u>	ırdş Wash
		1		
s Company				
1				
West, P.O. Box 851 Price	UT 84501 (435) 613-9777	1		
	(433) 013-3777	Drunkards Wash		
L		County: Carbon Cou	ntv	
			iity	
		Utah		
O INDICATE NATURI	E OF NOTICE, REPORT	, OR OTHER DATA	A	
IT .				
□ New Construction	☐ Abandon *			New Construction
□ Pull or Alter Csg	☐ Repair Casing			Pull or Alter Csg
□ Recomplete	☐ Change of Plans			Reperforate
☐ Reperforate	☐ Convert to Injection			Vent or Flare
Vent or Flare	☐ Fracture Treat or Aci	dize		Water Shut-Off
☐ Water Shut-Off				
	Date of work completion	05/06/2003		
	İ			
	Report results of Multiple Comple COMPLETION OR RECOMPLET	etions and Recompletions to diffe ION REPORT AND LOG form.	erent res	ervoirs on WELL
	* Must be accompanied by a cem	ent verification report.		
	deepen existing wells, or to reenter TO DRILL OR DEEPEN form for su so Company West, P.O. Box 851, Price L 4S, R09E, SLB & M O INDICATE NATURI IT New Construction Pull or Alter Csg Recomplete Reperforate Vent or Flare Water Shut-Off	West, P.O. Box 851, Price, UT 84501 (435) 613-9777 L 4S, R09E, SLB & M O INDICATE NATURE OF NOTICE, REPORT IT Pull or Alter Csg Recomplete Reperforate Vent or Flare Water Shut-Off Report results of Multiple Complet COMPLETION OR RECOMPLET Must be accompanied by a cerr (Clearly state all pertinent details, and give pertinent dates. If well is direction	AND REPORTS ON WELLS deepen existing wells, or to reenter plugged and abandoned wells. TO DRILL OR DEEPEN form for such proposals. 6. If Indian, Allottee or Tribe N/A 7. Unit Agreement Name: UTU67921X D 8. Well Name and Number: USA 07-471 9. API Well Number: 43-007-30756 10. Field or Pool, or Wildcat: Drunkards Wash L County: Carbon County:	AND REPORTS ON WELLS deepen existing wells, or to reenter plugged and abandoned wells. TO DRILL OR DEEPEN form for such proposals. Company West, P.O. Box 851, Price, UT 84501 (435) 613-9777 West, R09E, SLB & M County: Carbon County State: Utah O INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA IT SUBSEQUENT REPORT (Submit Original Form Only) Report results of Multiple Completions and Recompletions to different rescomplete of Work Completion Report And Log form. Report results of Multiple Completions and Recompletions to different rescomplections of different rescompletions report And Log form.

RECEIVED MAY 1 6 2003

DIV. OF OIL, GAS & MINING

13.			
Name & Signature: Lynnette Allred J. Clift	Title:	Operations Clerk—Production	Date: 05/12/2003
(This space for state use only)			